

LEWISVILLE ISD

2021-22



LEWISVILLE ISD | 1565 W. MAIN STREET | LEWISVILLE, TX 75067

**Annual Comprehensive
Financial Report**

**For the Fiscal Year Ended
August 31, 2022**

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

1565A W. Main Street, Lewisville, Texas 75067

Prepared by the Division of Finance

**Paige Meloni, M.ED, MA, RTSBA
Chief Financial Officer**

**Amber Lasseigne, RTSBA
Executive Director of Finance**

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

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INTRODUCTORY SECTION



December 12, 2022

To the Board of Trustees and the Citizens of the Lewisville Independent School District:

The Texas Education Code requires that all school districts file a set of financial statements with the Texas Education Agency (TEA) within 150 days of the close of each fiscal year. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants in accordance with generally accepted auditing standards. Pursuant to this requirement, we hereby issue the Annual Comprehensive Financial Report of the Lewisville Independent School District (the District) for the fiscal year ended August 31, 2022.

This report consists of management’s representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of the District have been audited by Whitley Penn L.L.P., a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended August 31, 2022, are free of material misstatement. The independent audit involves examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District’s financial statements for the year ended August 31, 2022 are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

The independent audit of the financial statements is part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports may be found in the Federal Awards section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District’s MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE DISTRICT

Lewisville ISD includes all the funds of the District, as well as any component units for which the District is financially accountable.

Lewisville ISD is an independent public educational agency operating under applicable laws and regulations of the State of Texas providing a full range of educational services appropriate to grade levels ranging from pre-kindergarten through grade twelve. LISD is located north of the Dallas/Fort Worth Metroplex. LISD encompasses 127 square miles and is made up of all, or part of, thirteen different communities: Lewisville, Flower Mound, The Colony, Highland Village, Double Oak, Copper Canyon, north Carrollton, western Plano, and portions of Frisco, Hebron, Coppell, Grapevine, and Argyle. The District is comprised of five high schools, three 9th grade campuses, two 9th - 10th grade campuses, two career centers, one learning center, fifteen middle schools, thirty-nine elementary schools,

one early childhood center, one student success center and one virtual learning academy. The majority were built within the past 20 years, keeping pace with rapid growth.

During the current fiscal year, the District has served more than 49,000 enrolled students. Prior to the pandemic, the District's student enrollment had begun to stabilize and slightly decline from the rapid growth experienced in the past. Since the 2020-2021 school year, the District's student enrollment declined by over 2,000 students, primarily due to COVID and an aging population.

The seven members of the Board of Trustees (Board) serve, without compensation, a three-year term in office. On a rotating basis, two or three places are filled during annual elections held the first Saturday in May. Vacancies may be filled by appointment until the next election. The Board has final control over local school matters limited only by the state legislature, by the courts, and by the will of the people as expressed in school Board elections. Board decisions are based on a majority vote of those present. In general, the Board adopts policies, sets direction for curriculum, employs the Superintendent, and oversees the operations of the District and its schools. Besides general Board business, Trustees are charged with numerous statutory regulations including calling trustee and other school elections and canvassing the results, organizing the Board, and electing its officers. The Board is also responsible for setting the tax rate, setting salary schedules, and acting as a board of appeals in personnel and student matters, confirming recommendations for textbook adoptions, and adopting and amending the annual budget.

EDUCATION

The District is a public-school system whose mission recognizes that students, staff and community design and implement a learning organization that provides engaging, innovative experiences every day. Recognizing that the quality of life, both today and in the future, depends upon the quality of education provided by the public schools, the Lewisville Independent School District is dedicated to education and committed to meeting the needs of every individual. The District's vision is built on four cornerstones:

- **Student Learning**
 - Profound learning for students occurs when we provide meaningful and relevant educational opportunities.
 - In LISD, we are preparing the dreamers to be the doers by developing engaged, collaborative learners who are equipped for success.
- **Student Experience**
 - A thriving student experience comes from an environment that engages and connects students to each other and with staff.
 - In LISD, we know students thrive when they are engaged in their learning and feel a sense of belonging in our schools.
 - When students are provided enriching opportunities outside the classroom, they will find success not only in school but in their lives beyond our hallways.
- **Community Engagement**
 - We believe education is a shared responsibility between our district and the communities we serve.
 - Community engagement is critical to the success of LISD.
 - Through intentional strategic partnerships at the campus and district level, we can tap into the deep well of community support for LISD to forge stronger bonds with our stakeholders and develop relationships to benefit schools, local businesses and the community.
- **Resource Stewardship**
 - In LISD, when we say we want to be good stewards of our resources, we aren't just talking about taxpayer dollars.
 - Resource stewardship is about three things: our time, talent and treasure.
 - Strike a positive work/life balance with our time;
 - Nurture our talents as educators through meaningful professional learning;
 - Manage our treasure in a fiscally responsible way while still meeting student needs.

The District is dedicated to enriching education opportunities for our students and leading the way in classroom technology integrations. Utilizing groundbreaking, transformative and flexible learning environments through use of technology and initiative programs provides our students the tools to access, create and collaborate as thriving, 21st century digital citizens.

FINANCIAL POLICIES

Internal Controls. The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of “reasonable assurance” recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Budgetary Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Trustees. Every school district in Texas is required, by law, to prepare and file a budget with the Texas Education Agency. Activities of the General Fund, Food Service Fund, and Debt Service Fund are included in the District’s formally adopted budget. Budgets for Special Revenue funds (other than the Food Service Fund) and Capital Projects Fund are prepared on a project basis, based on grant regulations or applicable bond ordinances. Budgetary control (the level at which expenditures cannot legally exceed appropriations) is maintained at the functional category level within each fund. These functional categories are defined by the Texas Education Agency and identify the purpose of transactions. Oversight control of all expenditures is maintained at this level by the Accounting and Budget staff. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Outstanding encumbrances at the end of a fiscal year are rolled forward into the subsequent fiscal period with the budget amended accordingly. As demonstrated by the statements and schedules included in the financial section of this report, the District continues meeting its responsibility for sound financial management.

MAJOR INITIATIVES

Capital Projects. In May 2017, voters of the District approved a \$737.5 million bond referendum designed to finance the construction, acquisition and equipment of school buildings in the District and the purchase of the necessary sites for school buildings. In the fiscal year ended August 31, 2020, the District issued Unlimited Tax School Building Bonds, Series 2020, resulting in a \$285.0 million deposit to the Capital Projects Fund. The bond proceeds were issued for construction and renovation of school buildings and equipment and major technology upgrades throughout the District.

Debt Portfolio Management. During the fiscal year August 31, 2022, the District defeased debt two times, in June and August in order to decrease the debt burden on the district. These defeasements resulted in over \$40 Million dollars in savings to the districts debt portfolio.

The District has issued its bonds on a relatively short repayment period of twenty years. District personnel continually work with the District’s Financial Advisors to monitor the interest rate market and the outstanding debt portfolio for opportunities for interest savings.

Relevant Financial Policy. The Board recognizes the importance of maintaining sufficient fund balance to sustain the District through uncertain economic times. Acknowledging that the District’s financial position is impacted greatly by the legislature’s actions and the level of the state’s available resources, the Board has been proactive in building the District’s fund balances over time. In June 2019, the Board adopted a resolution delegating to the Superintendent or his designee authority to assign fund balance in an amount equivalent to three months operating expenditures in the General Fund. The Resolution further established as the District’s target fund balance an amount equivalent to ten percent of the annual debt service required on bonds approved by the voters of the District as its minimum fund

balance in the Debt Service Fund each year. Those parameters are designed to assure a strong financial position in the event of reductions in enrollment, tax revenues or other funding sources.

The District's fund balance at August 31, 2022 in both the General Fund and the Debt Service Fund exceed these parameters.

Long-term Financial Planning. The District has grown the fund balance to ensure that the needed resources are available to provide for enrollment declines and unexpected situations. Projections assumed in budgeting for the subsequent fiscal year include:

- The Maintenance and Operations tax rate will be reduced to \$0.8559 per \$100 valuation for the fiscal year ending August 31, 2023.
- The District is expected to be subject to recapture payments under Chapter 41 of the Texas Education Code for the fiscal year ending August 31, 2023 in the amount of \$ 54.4 million.
- The District has experienced growth in taxable property values of approximately 11.2 percent. This increase is expected to result in increased ad-valorem tax collections.
- Due to COVID-19 Student enrollment growth for fiscal year 2023 are expected to decrease by less than one percent.

ECONOMIC CONDITION AND OUTLOOK

The local economy in the District remains strong. New businesses continue to locate both in and near the District. The resulting economic activity has created strong property value growth. The diversity of the local businesses, the range of available housing, the transportation grid, and the proximity to Dallas-Fort Worth and Alliance airports provide a strong climate for business growth within the District.

The taxable property of the District's 10 largest taxpayer accounts for less than 5% of the taxable value of the District. This indicates a significant diversification in the tax base. This lack of dependence on a single employer or business segment means that the loss of even a large business will not negatively impact the education of children or imperil the future payment of obligations by the District.

The District has elected to provide the "Freeport exemption" for qualifying businesses. It is believed that this will continue to be a positive economic factor for the District and will ensure that business needing the facilities of DFW and Alliance airports will consider and select Lewisville ISD for their new plans and their plant expansions.

Lewisville ISD spans 127 square miles across 13 municipalities, serving nearly 50,000 students from 35,000 families from Flower Mound all the way to Frisco. The district sits in one of the fastest-growing areas in the state of Texas, from new housing development including luxury apartment lofts and single-family homes, to a hub of corporate offices and entertainment attractions, appealing to new families across the country.

AWARDS

The School Financial Integrity Rating System of Texas (FIRST) program, a financial accountability system for Texas school districts, was developed by the Texas Education Agency in response to Senate Bill 875 of the 76th Texas Legislature in 1999. The primary goal of FIRST is to achieve quality performance in the management of school districts' financial resources, a goal made more significant due to the complexity of accounting associated with the Texas school finance system. The District achieved the highest available rating each year since the inception of the FIRST program, with the exception of 2021-22 where the district earned a B due to a clerical error.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the fiscal year ended August 31, 2021. This was the twentieth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe the current Comprehensive Annual Financial Report continues to meet the requirements of the Certificate of Achievement Program, and we are submitting it to the GFOA to determine its eligibility for another certificate.

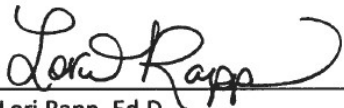
In addition, the District was awarded the Certificate of Excellence in Financial Reporting by the Association of School Business Officials International (ASBO) for its Comprehensive Annual Financial Report for the year ended August 31, 2021. This award has also been received for the twentieth consecutive year. We believe the Comprehensive Annual Financial Report for the year ended August 31, 2022 continues to conform to the standards for which these awards were granted.

ACKNOWLEDGEMENTS

We appreciate the support of the Board of Trustees, the citizens of the District, and the business community, all who work cooperatively to ensure the best education for its students and the prudent development of the District. This cooperation is indicative of the strong support for the attainment of excellence in the District's educational programs.

Also, we would like to express our appreciation to all employees of the District for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner. The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance office.

Respectfully submitted,



Lori Rapp, Ed.D
Superintendent



Paige Meloni, M.ED, MA, RTSBA
Chief Financial Officer

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED AUGUST 31, 2022

PRINCIPAL OFFICIALS AND ADVISORS

Board of Trustees	Date Elected	Term Expires	Occupation
Tracy Scott Miller, President	2014	2023	Sr. Vice President for a Multinational Customer Experience Transformation Firm
Allison Lassahn, Vice President	2018	2024	Proposal Coordinator
Katherine Sells, Secretary	2016	2025	Community Volunteer
Dr. Buddy Bonner	2021	2024	Education Consultant
Sheila P. Taylor, CPA	2022	2025	Certified Public Accountant
Kristi Hassett	2014	2023	College Admissions Counselor
Jenny Proznik	2016	2025	Vice President of a Real Estate Holding Company

Administrative Officials

Dr. Lori Rapp, Superintendent

Dr. Shawna Miller, Chief of Staff

Paige Meloni, Chief Financial Officer

D'Ann Lacey Bey, General Counsel

Amanda Brim, Chief Communications Officer

Dr. Sarah Fitzhugh, Chief Executive Director of Accountability & Evaluation

Adrienne Gall, Chief Learning & Teaching Officer

Jeffrey Kajs, Chief Student Services Officer

Bryon Kolbeck, Chief Technology Officer

Lori Litchfield, Chief Schools Officer

Shelia Smith, Chief Human Resource Officer

Consultants and Advisors

Whitley Penn L.L.P., Dallas, Texas
Independent Auditors

McCall, Parkhurst & Horton L.L.P., Dallas, Texas
Bond Counsel

Hilltop Securities, Dallas, Texas
Financial Advisors

Walsh Gallegos Treviño Kyle & Robinson P.C., Austin, Texas
Attorneys

CERTIFICATE OF BOARD

Lewisville Independent School District
Name of School District

Denton
County

061-902
County-District No.

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and ✓ approved _____ disapproved for the year ended August 31, 2022, at a meeting of Board of Trustees of such school district on the 12th day of December, 2022.



Signature of Board Secretary



Signature of Board President

The Community & Board of Trustees





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Lewisville Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

August 31, 2021

Christopher P. Morill

Executive Director/CEO



The Certificate of Excellence in Financial Reporting
is presented to

Lewisville Independent School District

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended August 31, 2021.

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, appearing to read 'Will Sutter'.

William A. Sutter
President

A handwritten signature in black ink, appearing to read 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Lewisville Independent School District
Lewisville, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lewisville Independent School District (the "District"), as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of August 31, 2022, and the respective changes in financial position, the respective budgetary comparison schedule for the general fund and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the discretely presented component unit financial statement of Lewisville Education Foundation, Inc. (the "Foundation"). Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it related to the amounts included for the Foundation, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District’s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management’s discussion and analysis, pension information, and other-post employment benefit information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The combining and individual nonmajor fund financial statements, required Texas Education Agency (TEA) schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

To the Board of Trustees
Lewisville Independent School District

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, required TEA schedules, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and Schedule L-1 but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

The image shows a handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive, professional style.

Dallas, Texas
December 12, 2022



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Lewisville Independent School District offers readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended August 31, 2022. Readers are encouraged to consider the information presented here in conjunction with the transmittal letter at the front of this report and the District's financial statements, which follow this analysis.

Financial Highlights

- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at the close of the fiscal year by \$164.9 million. The deficit in unrestricted net position of \$175.5 million is due to the District's noncurrent liabilities of \$70.0 million for the District's portion of the Teacher Retirement System (TRS) net pension liability and \$143.9 million for the District's portion of the TRS net other post-employment benefits liability. The pension and OPEB related deferred outflows of \$93.3 million are offset by deferred inflows of \$213.7 million, which also contributes to the deficit unrestricted net position.
- The District's total net position increased by \$88.6 million, mainly due to increased property tax revenue and federal grants.
- The District's governmental funds financial statements reported a combined ending fund balance of \$364.2 million. This balance consists of \$150.0 million in the General Fund of which \$134.8 million is assigned and \$14.6 million is unassigned and available for spending at the District's discretion. Restricted fund balance totals \$208.0 million and is used by the Debt Service Fund, Capital Projects Funds and Non-major Funds. Non-spendable fund balance is \$0.8 million, and the remaining balance consists of \$6.0 million committed in the Non-major governmental funds.
- The General Fund had \$518.5 million in revenues, which primarily consisted of state aid and property taxes, and \$539.3 million in expenditures, including a payment to the State for recapture in the amount of \$45.2 million. The General Fund's - fund balance decreased this year by \$20.6 million, largely due to the recapture owed by the District during the settle-up process performed by the Texas Education Agency.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's financial statements. The financial statements comprise four components: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the basic financial statements, and (4) federal awards section. The statements are followed by a section of other supplementary information that further explains and supports the information in the financial statements. The following chart summarizes the major features of the District's financial statements, including the portion of the District they cover and the types of information they contain.

Also included as a discretely presented component unit is the Lewisville Education Foundation, Inc., a nonprofit organization that provides support to the District, teachers, and students.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

	Government-wide	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as Health and Workers' Compensation	Activities the District operates similar to private business-health insurance and workers' compensation	Instances in which the District is the trustee or agent for someone else's resources, such as student activity accounts
<i>Required financial statements</i>	Statement of Net Position	Balance sheet	Statement of net position	Statement of fiduciary net position
	Statement of Activities	Statement of revenues, expenditures and changes in fund balance	Statement of revenues, expenses and changes in fund net position	Statement of changes in fiduciary net position (if applicable)
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the District's fiduciary funds do not currently contain capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter.	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid (not applicable to agency funds)

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The *Statement of Net Position* includes all of the government's assets, deferred outflows, liabilities, and deferred inflows. All of the current year's revenues and expenses are accounted for in the *Statement of Activities* regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how they have changed. Net position, the difference between the District's assets, deferred outflows, liabilities and deferred inflows, is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, additional nonfinancial factors, such as changes in the District's tax base, should be considered.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The government-wide financial statements of the District include only governmental activities. The District's basic services included here are instruction, extracurricular activities, curriculum and staff development, health services, and general administration. Property taxes, state aid and grants finance most of these activities.

Fund financial statements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required by state law and by bond covenants, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- *Governmental funds* - Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

The District maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance of the General Fund, the Debt Service Fund, Federal Funds and the Capital Projects Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

- *Proprietary funds* - Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. The District established an enterprise fund to account for its Culinary Arts program. The District uses internal service funds to report activities that provide supplies and services for the District's other programs and activities-such as the Workers' Compensation Fund.
- *Fiduciary funds* - The District is the trustee, or fiduciary, for certain funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The District's fiduciary activities are reported in a separate statements of fiduciary net position and changes in net position. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information concerning the District.

Financial Analysis of The District as a Whole

Net Position. As noted earlier, net position may serve over time as a useful indicator of a District's financial position. The District's combined net position increased between fiscal years 2021 and 2022 - increasing by \$88.6 million as can be seen on the following table. The District's net investment in capital assets includes its investments in capital assets (e.g. land, building, equipment, improvements, and construction in progress) less any debt, used to acquire those assets that are still outstanding. The District's net investment in capital assets is \$275. million.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The District uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table provides a summary of the assets, deferred outflows, liabilities, deferred inflows, and net position for the years ended August 31, 2022 and 2021, respectively.

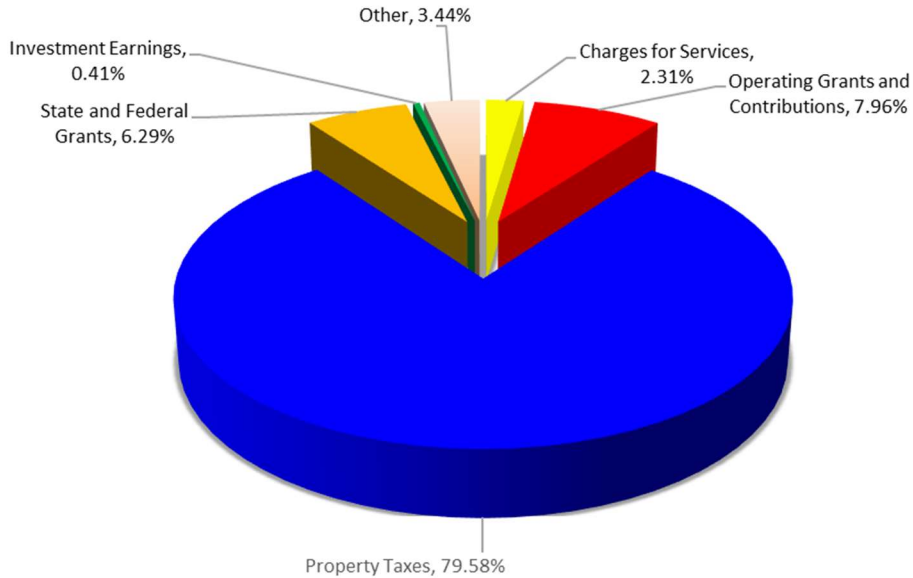
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets						
Current and other assets	\$ 454,492,387	\$ 538,972,765	\$ 44,356	\$ 12,655	\$ 454,536,743	\$ 538,985,420
Capital assets	1,426,277,541	1,429,252,261	-	-	1,426,277,541	1,429,252,261
Total Assets	1,880,769,928	1,968,225,026	44,356	12,655	1,880,814,284	1,968,237,681
Total Deferred Outflows of Resources	105,564,004	90,528,680	-	-	105,564,004	90,528,680
Liabilities						
Current liabilities	82,862,032	94,556,356	215	-	82,862,247	94,556,356
Long-term liabilities	1,524,916,837	1,723,329,922	-	-	1,524,916,837	1,723,329,922
Total Liabilities	1,607,778,869	1,817,886,278	215	-	1,607,779,084	1,817,886,278
Total Deferred Inflows of Resources	213,709,384	164,617,571	-	-	213,709,384	164,617,571
Net Position						
Net investment in capital assets	275,439,703	368,848,384	-	-	275,439,703	368,848,384
Restricted	64,935,684	71,500,147	-	-	64,935,684	71,500,147
Unrestricted	(175,529,708)	(364,098,674)	44,141	12,655	(175,485,567)	(364,086,019)
Total Net Position	\$ 164,845,679	\$ 76,249,857	\$ 44,141	\$ 12,655	\$ 164,889,820	\$ 76,262,512

A portion of the net position is restricted as to the purpose for which they can be used. Unrestricted net position deficit decreased by \$188.6 million.

Changes in net position. The District's total revenues were \$763.2 million representing an increase of \$0.7 million from the previous year. The majority of this increase is caused by the increase in local property tax revenue of \$10.8 million due to higher assessed values on properties. As seen below, approximately 80% of the District's revenue comes from taxes while the remaining comes primarily from state and federal sources.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

District Sources of Revenue for Fiscal Year 2022



Government-Wide Activities

Funding for these government-wide activities is by the specific program revenue or through general revenues such as property taxes and investment earnings. The following is a summary of the governmental activities and business-type activities:

- The cost of all *governmental activities* for the year was \$674.6 million, a decrease of \$33.3 million from the previous year.
- Some of the *governmental activities* cost was funded by program revenues directly attributable to specific activities. The program revenues amounted to \$78.4 million, a decrease from prior year of \$26.7 million.
- Business-type activities saw revenues of \$35,631 and cost of 4,145, which as for culinary arts program.

The following table presents the cost of the District's largest governmental functions as well as their related net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by local tax dollars, state revenues and other miscellaneous general revenues.

Net Cost of Selected District Functions

	Total Cost of Services	Net Cost of Services
Instruction and instruction related services	\$ 338,457,121	\$ 312,686,945
School leadership and administration	43,746,092	42,678,901
Support services student (pupil)	89,633,574	52,869,049
Support services nonstudent based	70,674,357	65,060,105
Debt service	43,896,884	41,879,164
	<u>\$ 586,408,028</u>	<u>\$ 515,174,164</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

As seen in the following schedule:

- The amount that our taxpayers paid for these activities through property taxes was \$607.4 million.
- Those who directly benefited from the programs through charges for services paid \$17.6 million.
- Operating grants and contributions totaled \$60.8 million.

Revenues for the District's governmental activities increased year over year overall by \$0.9 million for the fiscal year ended August 31, 2022. The increase is mainly caused by the increase in property tax revenue of \$10.8 million due to increased property values. The District's new enterprise fund, Culinary Arts, generated \$36 thousand dollars, an increase of \$22 thousand dollars from prior year.

Expenses for the District's governmental activities decreased year over year by \$33.1 million for the fiscal year ended August 31, 2022. The decrease caused by staffing expenses and related expenses to COVID-19 and intergovernmental charges which includes the recapture payment of \$45 million in 2022.

	Changes in the District's Net Position			Business-Type Activities		
	Governmental Activities		Percentage Change from Prior Year			Percentage Change from Prior Year
	2022	2021		2022	2021	
Revenues						
Program Revenues:						
Charges for services	\$ 17,628,599	\$ 11,866,667	48.56%	\$ 35,631	\$ 13,650	161.03%
Operating grants and contributions	60,775,650	93,222,170	-34.81%	-	-	0.00%
General Revenues:						
Property taxes	607,358,669	596,531,617	1.82%	-	-	0.00%
State and federal grants	48,042,008	57,729,140	-16.78%	-	-	0.00%
Investment earnings	3,159,053	727,385	334.30%	-	-	0.00%
Miscellaneous	1,965,369	2,233,651	-12.01%	-	-	0.00%
Special item	24,233,000	-	100.00%	-	-	0.00%
Total Revenues	763,162,348	762,310,630	0.11%	35,631	13,650	161.03%
Expenses						
Instruction and instruction related services	338,457,121	369,612,709	-8.43%	-	-	0.00%
Instructional and school leadership	43,746,092	47,745,052	-8.38%	-	-	0.00%
Support services student (pupil)	89,633,574	86,384,528	3.76%	-	-	0.00%
Administrative support services	11,734,249	11,709,998	0.21%	-	-	0.00%
Support services nonstudent based	70,674,357	68,288,109	3.49%	-	-	0.00%
Ancillary services	6,329,216	6,075,696	4.17%	-	-	0.00%
Interest and fiscal charges	43,896,884	47,337,256	-7.27%	-	-	0.00%
Other facility costs	21,251,825	16,377,376	29.76%	-	-	0.00%
Intergovernmental charges	48,843,208	54,346,721	-10.13%	-	-	0.00%
Culinary Arts	-	-	0.00%	4,145	995	316.58%
Total Expenses	674,566,526	707,877,445	-4.71%	4,145	995	0.00%
Increase (decrease) in net position	88,595,822	54,433,185	62.76%	31,486	12,655	148.80%
Net Position - September 1	76,249,857	21,816,672	249.50%	12,655	-	100.00%
Net Position - August 31	\$ 164,845,679	\$ 76,249,857	116.19%	\$ 44,141	\$ 12,655	248.80%

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The District's combined property tax rate decreased to \$1.3085 per \$100 of assessed value from \$1.3473 per \$100 of assessed value. This generated tax revenues of \$607.4 million in fiscal year 2022, an increase of \$10.8 million over the 2021 fiscal year.

Financial Analysis of The District's Funds

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$364.2 million, a decrease of \$71.7 million in comparison with the prior year. Approximately 2.7% of this total amount \$14.6 million constitutes an unassigned fund balance, which is available for spending at the District's discretion. The remaining fund balance is not available for spending because it has already been committed, restricted, assigned or is nonspendable. The District has self-imposed a limitation on the use of otherwise available expendable financial resources in governmental funds. The Board has resolved that the District shall not drop below a minimum of three months of expenditures (\$134.8 million) in assigned fund balance in the General Fund. The District has \$143.0 million in restricted unspent bond proceeds in its capital projects fund.

General Fund. The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance for the General Fund was \$14.6 million, while total fund balance was \$150.0 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 2.7% of total General Fund expenditures, while total fund balances represent 27.8% of that same amount.

The District's General Fund balance decreased by \$20.6 million during the current fiscal year in comparison to a decrease in the prior year of \$10.4 million. Local revenues increased by \$11.8 million primarily due to property taxes. State revenues decreased by \$9.6 million.

Debt Service Fund. The Debt Service Fund has a total fund balance of \$49.5 million, all of which is restricted for the payment of debt service. The net decrease in fund balance during the current year in the Debt Service Fund was \$12.8 million. During the year the District also had a cash defeasance of bonds of \$39 million in addition to the debt service schedule.

The table that follows assists in illustrating the financial activities and balance of the Debt Service Fund.

	<u>2022</u>	<u>2021</u>
Revenues		
Property taxes	\$ 177,015,519	\$ 167,538,716
Investment income	777,845	103,520
State revenues	1,521,599	1,578,452
Total Revenues	<u>179,314,963</u>	<u>169,220,688</u>
Expenditures by function		
Principal	85,637,680	89,000,233
Interest	106,517,970	66,283,947
Total Expenditures	<u>192,155,650</u>	<u>155,284,180</u>
Other Financing Sources (Uses)		
Refunding bonds issued	-	52,055,000
Net premiums on issuance of bonds	-	5,672,637
Payments to Bond Refunded Escrow Agency	-	(57,147,718)
Total Other Financing Sources (Uses)	<u>-</u>	<u>579,919</u>
Net change in fund balance	(12,840,687)	14,516,427
Fund balance - September 1	<u>62,376,549</u>	<u>47,860,122</u>
Fund balance - August 31	<u>\$ 49,535,862</u>	<u>\$ 62,376,549</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Capital Projects Fund. The Capital Projects Fund has a total fund balance of \$143.0 million, all of which is restricted for ongoing capital projects. The fund balance decreased by \$44.8 million during the current fiscal year due to ongoing construction projects. The District's Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities specifically funded by bonds approved by the voters. Further discussion of the current year use of capital projects can be found under the Capital Assets section.

Federal Funds. The Federal funds has no fund balance for both fiscal years 2022 and 2021. Funds accounted for in this fund are normally for expenditures, which are reimbursed during the year.

General Fund Budgetary Highlights

In accordance with Board Policy CE (Local), the District submits amendments during the course of the budget year. Approval for budget increases for formally adopted funds shall be made by the Board of Trustees. The Board delegates the authority for approval of budget functional transfers to the budget department. The District's major budget amendments presented to the Board of Trustees throughout the year are summarized as follows:

- *Variances of original expenditure budget compared to amended budget* - The amended expenditure budget increased in the General Fund by \$2.7 million from the original budget.
- *Variances of amended budget to actual expenditures* - Expenditures were \$9.8 million less than final budgeted amounts. Due to the uncertainties of COVID-19, there were budget variances in each functional category. The largest contributor to the difference was the decrease of the recapture payment due to TEA revenue hold harmless, over \$12.4 million savings in Function 91.
- *Variances of original revenue budget compared to actual revenue* - Local revenues were under budget by \$30.9 million. State revenues were \$9 million over budget. Federal revenue exceeded budget by \$6 million primarily due to Impact Aid, SHARS revenue and indirect costs.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Capital Assets

At the end of 2022, the District invested \$1.4 billion in a broad range of capital assets, including land, equipment, buildings, construction in progress and right to use assets. This amount represents a net decrease of \$510 thousand or less than 1% from last year.

Listed in the table below are the capital assets for governmental activities for the fiscal year ended August 31, 2022 and 2021, respectively:

	<u>2022</u>	<u>Restated 2021</u>	<u>Total % Change</u>
Land	\$ 96,301,946	\$ 103,359,677	-6.83%
Buildings and improvements	1,836,395,484	1,738,990,874	5.60%
Vehicles	32,674,791	32,632,514	0.13%
Furniture and equipment	26,442,240	27,399,078	-3.49%
Construction in progress	59,467,439	106,921,213	-44.38%
Right to use assets	2,664,204	2,505,466	6.34%
Total at Historical Cost	<u>2,053,946,104</u>	<u>2,011,808,822</u>	<u>2.09%</u>
Less accumulated depreciation for:			
Buildings and improvements	601,191,035	555,479,758	8.23%
Vehicles	8,931,305	6,309,055	41.56%
Furniture and equipment	17,016,029	18,262,282	-6.82%
Total Accumulated Depreciation	<u>627,138,369</u>	<u>580,051,095</u>	<u>8.12%</u>
Net Capital Assets	<u>\$ 1,426,807,735</u>	<u>\$ 1,431,757,727</u>	<u>-0.35%</u>

Additional information on the District's capital assets can be found in Note 5 of this report.

Debt Administration

At the end of the 2022 fiscal year, the District had total bonded debt of \$1.308 billion, a decrease of 10.5% percent from the prior year. During the fiscal year, the District had a cash defeasance of \$38.8 million.

The District continues to enjoy excellent bond ratings. The District's bonds presently carry very favorable ratings as follows:

- Standard and Poor's "AA+"
- Fitch Investor Service "AA, Aaa Enhanced"

More detailed information about the District's debt is presented in the Notes to the Financial Statements (Note 9).

The 2022-2023 appraised property values increased by approximately 11.2%. The passage of House Bill 3 by the 86th Texas Legislature changed the State funding formulas to focus primarily on revenues deemed appropriate for various categories of student instructional settings. The funding for the District as projected under the provisions of House Bill 3 results in approximately similar amounts of available revenues with an increase in the projected recapture payments of approximately \$9.3 million over prior. The District is expecting to pay recapture payments to the State in accordance with Chapter 49 of the Texas Education Code in the amount of \$54.4 million.

The Maintenance and Operations (M&O) tax rate decreased from \$0.9276 per \$100 valuation to \$0.8559 per \$100 valuation for the 2022-23 fiscal year in accordance with requirements of state law. The Interest and Sinking (I&S) tax remained the same at \$0.38090 per \$100 valuation for 2022-23 school year. Student enrollment is expected to decline slightly from 49,205 to 49,183 for fiscal year 2022-2023.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

General Fund expenditures are budgeted to increase by \$7.9 million or 1 percent over the prior year budgeted expenditures. Major expenditure changes include a salary increase for staff, security upgrades, increases for substitutes pay and recapture payments of \$54.4 million.

If the estimates are realized, the District's budgetary General Fund balance is expected to decrease by \$9.2 million by the close of 2023 fiscal year.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Chief Financial Officer at Lewisville Independent School District Administrative Center, 1565A West Main Street, Lewisville, TX 75067.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
August 31, 2022

Exhibit A-1

Data Control Codes	Primary Government (August 31, 2022)			Component Unit (December 31, 2021)	
	Governmental	Business-Type	Total	Lewisville Education Foundation	
	Activities	Activities			
Assets					
1110	Cash and cash equivalents	\$ 410,525,455	\$ 44,356	\$ 410,569,811	\$ 5,922,795
1810	Restricted Cash and Investments	20,524,280	-	20,524,280	-
	Receivables:				
1225	Property taxes	8,247,371	-	8,247,371	-
1230	Allowance for uncollectible taxes	(825,030)	-	(825,030)	-
1240	Due from other governments	13,989,238	-	13,989,238	-
1250	Accrued interest	5,254	-	5,254	-
1290	Other receivables	1,228,720	-	1,228,720	45,295
1300	Inventories at cost	371,693	-	371,693	-
1410	Prepaid items	425,406	-	425,406	4,458
	Capital assets (net of accumulation depreciation where applicable):			-	
1510	Land	96,301,946	-	96,301,946	-
1580	Construction in progress	59,467,439	-	59,467,439	-
1520	Buildings and improvements	1,235,204,449	-	1,235,204,449	-
1531	Vehicles	23,743,486	-	23,743,486	-
1530	Furniture and equipment	9,426,211	-	9,426,211	-
1550	Right to use assets	2,134,010	-	2,134,010	-
1000	Total Assets	1,880,769,928	44,356	1,880,814,284	5,972,548
Deferred Outflows of Resources					
	Deferred outflows - charge on refunding	12,232,932	-	12,232,932	-
	Deferred outflows - pension	58,984,311	-	58,984,311	-
	Deferred outflows - OPEB	34,346,761	-	34,346,761	-
1700	Total Deferred Outflows of Resources	105,564,004	-	105,564,004	-
Liabilities					
2110	Accounts payable	32,251,526	215	32,251,741	-
2140	Interest payable	2,255,048	-	2,255,048	-
2150	Payroll deductions and withholdings payable	4,371,406	-	4,371,406	-
2160	Accrued wages payable	39,709,393	-	39,709,393	-
2180	Due to other governments	130,202	-	130,202	-
2300	Unearned revenue	4,144,457	-	4,144,457	-
	Noncurrent Liabilities:				
2501	Due within one year	103,817,747	-	103,817,747	-
2502	Due in more than one year	1,207,193,529	-	1,207,193,529	-
2540	Net pension liability	70,028,626	-	70,028,626	-
2545	Net Other Post Employment Benefits (OPEB) liability	143,876,935	-	143,876,935	-
2000	Total Liabilities	1,607,778,869	215	1,607,779,084	-
Deferred Inflows of Resources					
	Deferred inflows - pension	100,117,512	-	100,117,512	-
	Deferred inflows - OPEB	113,591,872	-	113,591,872	-
2600	Total Deferred Inflows of Resources	213,709,384	-	213,709,384	-
Net Position					
3200	Net investment in capital assets	275,439,703	-	275,439,703	-
	Restricted for:				
3840	Food service	14,152,896	-	14,152,896	-
3820	Grants	1,544,173	-	1,544,173	-
3850	Debt service	49,238,615	-	49,238,615	-
3890	Expendable	-	-	-	880,129
3890	Nonexpendable	-	-	-	3,640,588
3900	Unrestricted	(175,529,708)	44,141	(175,485,567)	1,451,831
3000	Total Net Position	\$ 164,845,679	\$ 44,141	\$ 164,889,820	\$ 5,972,548

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2022

Exhibit B-1
Page 1 of 2

Data Control Codes	Functions/Programs	Expenses	Program Revenue	
			Charges for Services	Operating Grants and Contributions
Primary Government:				
Governmental activities:				
11	Instruction	\$ 326,107,681	\$ 1,085,589	\$ 23,038,136
12	Instruction resources & media services	7,673,666	14,831	18,359
13	Curriculum & instructional staff development	4,675,774	10,699	1,602,562
21	Instructional leadership	10,879,151	86,648	978,114
23	School administration	32,866,941	199,118	(196,689)
31	Guidance and counseling	25,337,589	109,444	545,018
32	Social work services	(77,292)	-	44,212
33	Health services	6,042,474	76	220,326
34	Pupil transportation	17,186,193	-	4,055,917
35	Food services	21,837,246	2,536,792	24,445,430
36	Co-curricular activities	19,307,364	4,827,591	(20,281)
41	General administration	11,734,249	294,563	268,394
51	Plant maintenance and operation	50,541,453	2,177,163	3,484,073
52	Security and monitoring	3,699,804	-	(4,963)
53	Data processing services	16,433,100	-	(42,021)
61	Community services	6,329,216	-	327,516
71	Interest and fiscal charges on long-term debt	43,896,884	-	2,017,720
81	Other facility costs	21,251,825	6,286,085	(6,173)
91	Purchase of WADA	45,190,499	-	-
93	Fiscal agent/member district of shared service arrangement	98,400	-	-
95	Juvenile justice alternative education program	2,376	-	-
99	Other intergovernmental charges	3,551,933	-	-
TG	Total Governmental Activities	<u>674,566,526</u>	<u>17,628,599</u>	<u>60,775,650</u>
Business-Type Activities:				
01	Culinary Arts	4,145	35,631	-
TP	Total Primary Government	<u>\$ 674,570,671</u>	<u>\$ 17,664,230</u>	<u>\$ 60,775,650</u>
Component Units:				
	Lewisville Education Foundation, Inc.	<u>\$ 857,195</u>	<u>\$ -</u>	<u>\$ 1,651,241</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2022

Exhibit B-1
Page 2 of 2

Data Control Codes	Functions/Programs	Net (Expense) Revenue and Changes in Net Position (August 31, 2022)			Component Unit Year Ended
		Governmental Activities	Business-Type Activities	Total	December 31, 2021
	Primary Government:				
	Governmental activities:				
11	Instruction	\$ (301,983,956)	\$ -	\$ (301,983,956)	\$ -
12	Instruction resources & media services	(7,640,476)	-	(7,640,476)	-
13	Curriculum & instructional staff development	(3,062,513)	-	(3,062,513)	-
21	Instructional leadership	(9,814,389)	-	(9,814,389)	-
23	School administration	(32,864,512)	-	(32,864,512)	-
31	Guidance and counseling	(24,683,127)	-	(24,683,127)	-
32	Social work services	121,504	-	121,504	-
33	Health services	(5,822,072)	-	(5,822,072)	-
34	Pupil transportation	(13,130,276)	-	(13,130,276)	-
35	Food services	5,144,976	-	5,144,976	-
36	Co-curricular activities	(14,500,054)	-	(14,500,054)	-
41	General administration	(11,171,292)	-	(11,171,292)	-
51	Plant maintenance and operation	(44,880,217)	-	(44,880,217)	-
52	Security and monitoring	(3,704,767)	-	(3,704,767)	-
53	Data processing services	(16,475,121)	-	(16,475,121)	-
61	Community services	(6,001,700)	-	(6,001,700)	-
71	Interest and fiscal charges on long-term debt	(41,879,164)	-	(41,879,164)	-
81	Other facility costs	(14,971,913)	-	(14,971,913)	-
91	Purchase of WADA	(45,190,499)	-	(45,190,499)	-
93	Fiscal agent/member district of shared service arrangement	(98,400)	-	(98,400)	-
	Juvenile justice alternative education program	(2,376)	-	(2,376.00)	-
99	Other intergovernmental charges	(3,551,933)	-	(3,551,933)	-
TG	Total Governmental Activities	(596,162,277)	-	(596,162,277)	-
	Business-Type Activities:				
01	Culinary Arts	-	31,486	31,486	-
TP	Total Primary Government	(596,130,791)	31,486	(596,130,791)	-
	Component Units:				
	Lewisville Education Foundation, Inc.				794,046
	General Revenues:				
	Taxes:				
MT	Property taxes - maintenance & operations	430,615,484	-	430,615,484	-
DT	Property taxes - debt services	176,743,185	-	176,743,185	-
SF	Unrestricted state aid formula grants	32,560,422	-	32,560,422	-
GC	Medicaid reimbursements	6,457,364	-	6,457,364	-
GC	Unrestricted federal and state grants	9,024,222	-	9,024,222	-
IE	Investment earnings	3,159,053	-	3,159,053	29,005
MI	Miscellaneous	1,965,369	-	1,965,369	-
S1	Special item - gain on sale of property	24,233,000	-	24,233,000	-
TR	Total General Revenues	684,758,099	-	684,758,099	29,005
CN	Change in net position	88,595,822	31,486	88,627,308	823,051
NB	Net Position - Beginning	76,249,857	12,655	76,262,512	5,149,497
NE	Net Position - Ending	\$ 164,845,679	\$ 44,141	\$ 164,889,820	\$ 5,972,548

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
August 31, 2022

Exhibit C-1
Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund
Assets				
1110	Cash and temporary investments	\$ 185,369,031	\$ 28,774,238	\$ 171,257,859
1810	Restricted Cash and Investments	-	20,524,280	-
Receivables:				
1220	Delinquent property taxes receivables	5,865,451	2,381,920	-
1230	Allowance for uncollectible taxes (credit)	(621,775)	(203,255)	-
1240	Receivables from other governments	1,419,282	16,480	-
1250	Accrued interest	5,254	-	-
1260	Due from other funds	14,412,307	-	-
1290	Other receivables	1,228,720	-	-
1300	Inventories, at cost	179,841	-	-
1410	Prepaid items	425,406	-	-
1000	Total Assets	\$ 208,283,517	\$ 51,493,663	\$ 171,257,859
Liabilities, Deferred Inflows, and Fund Balance				
Liabilities:				
2110	Accounts payable	\$ 5,059,348	\$ -	\$ 25,254,040
2150	Payroll deductions and withholdings	4,371,406	-	-
2160	Accrued wages payable	39,390,327	-	-
2170	Due to other funds	1,681,925	-	3,016,331
2180	Payable to other governments	124,543	-	-
2300	Unearned revenue	2,948,250	-	-
2000	Total Liabilities	53,575,799	-	28,270,371
Deferred Inflows of Resources				
	Unavailable revenue - property taxes	4,696,598	1,957,801	-
2600	Total Deferred Inflows of Resources	4,696,598	1,957,801	-
Fund Balance:				
Nonspendable:				
3410	Inventories	179,841	-	-
3430	Prepaid items	425,406	-	-
Restricted:				
3450	Grants	-	-	-
3470	Capital acquisition program	-	-	142,987,488
3480	Debt service	-	49,535,862	-
Committed:				
3545	Campus activity	-	-	-
Assigned:				
3590	Minimum fund balance policy	134,837,091	-	-
3600	Unassigned	14,568,782	-	-
3000	Total Fund Balances	150,011,120	49,535,862	142,987,488
4000	Total Liabilities, Deferred Inflows, and Fund Balance	\$ 208,283,517	\$ 51,493,663	\$ 171,257,859

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
August 31, 2022

Exhibit C-1
Page 2 of 2

Data Control Codes	Federal Funds	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
1110 Cash and temporary investments	\$ 337,326	\$ 20,786,121	\$ 406,524,575
1810 Restricted Cash and Investments	-	-	20,524,280
Receivables:			
1220 Delinquent property taxes receivables	-	-	8,247,371
1230 Allowance for uncollectible taxes (credit)	-	-	(825,030)
1240 Receivables from other governments	11,400,627	1,152,849	13,989,238
1250 Accrued interest	-	-	5,254
1260 Due from other funds	-	1,393,956	15,806,263
1290 Other receivables	-	-	1,228,720
1300 Inventories, at cost	-	191,852	371,693
1410 Prepaid items	-	-	425,406
1000 Total Assets	\$ 11,737,953	\$ 23,524,778	\$ 466,297,770
Liabilities, Deferred Inflows, and Fund Balance			
Liabilities:			
2110 Accounts payable	\$ 29,936	\$ 664,138	\$ 31,007,462
2150 Payroll deductions and withholdings	-	-	4,371,406
2160 Accrued wages payable	-	319,066	39,709,393
2170 Due to other funds	11,365,541	30,435	16,094,232
2180 Payable to other governments	-	5,659	130,202
2300 Unearned revenue	342,476	853,731	4,144,457
2000 Total Liabilities	11,737,953	1,873,029	95,457,152
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	6,654,399
2600 Total Deferred Inflows of Resources	-	-	6,654,399
Fund Balance:			
Nonspendable:			
3410 Inventories	-	191,852	371,693
3430 Prepaid items	-	-	425,406
Restricted:			
3450 Grants	-	15,505,217	15,505,217
3470 Capital acquisition program	-	-	142,987,488
3480 Debt service	-	-	49,535,862
Committed:			
3545 Campus activity	-	5,954,680	5,954,680
Assigned:			
3590 Minimum fund balance policy	-	-	134,837,091
3600 Unassigned	-	-	14,568,782
3000 Total Fund Balances	-	21,651,749	364,186,219
4000 Total Liabilities, Deferred Inflows, and Fund Balance	\$ 11,737,953	\$ 23,524,778	\$ 466,297,770



LEWISVILLE INDEPENDENT SCHOOL DISTRICT

Exhibit C-1R

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

August 31, 2022

<u>Data Control Codes</u>		
	Total fund balance, governmental funds	\$ 364,186,219
	Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
1	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	2,053,946,104
2	Accumulated depreciation\amortization has not been included in the governmental fund financial statements.	(627,668,563)
3	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes and related penalty and interest amounts (net of allowance for uncollectible accounts).	6,654,399
4	Deferred charges on refunding	12,232,932
5	Deferred inflows and outflows related to pension liability	(41,133,201)
6	Deferred inflows and outflows related to OPEB liability	(79,245,111)
	Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:	
7	General obligation bonds	(1,204,815,000)
8	Premiums on issuance	(101,243,258)
9	Leases liability	(1,815,449)
10	Accrued compensated absences	(3,137,569)
11	Accrued interest payable	(2,255,048)
12	Net pension liability	(70,028,626)
13	Net OPEB liability	(143,876,935)
19	Addition of Internal Service fund net position	<u>3,044,785</u>
	Total Net Position - Governmental Activities	<u>\$ 164,845,679</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended August 31, 2022

Exhibit C-2
Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund
Revenues				
5700	Local, intermediate, and out-of-state	\$ 444,806,539	\$ 177,793,364	\$ 819,254
5800	State program revenues	58,794,226	1,521,599	-
5900	Federal program revenues	14,888,456	-	-
5020	Total Revenues	<u>518,489,221</u>	<u>179,314,963</u>	<u>819,254</u>
Expenditures				
Current:				
0011	Instruction	303,330,930	-	-
0012	Instructional resources and media services	6,184,017	-	-
0013	Curriculum and instructional staff development	3,462,137	-	-
0021	Instructional leadership	10,519,033	-	-
0023	School leadership	34,029,144	-	-
0031	Guidance, counseling and evaluation services	26,439,774	-	-
0032	Social work services	490,355	-	-
0033	Health services	6,227,956	-	-
0034	Student transportation	10,607,412	-	-
0035	Food services	43,938	-	-
0036	Extracurricular activities	11,253,167	-	-
0041	General administration	12,032,551	-	-
0051	Facilities maintenance and operations	41,949,321	-	-
0052	Security and monitoring services	3,673,592	-	-
0053	Data processing services	13,404,874	-	-
0061	Community services	5,358,981	-	-
Debt service:				
0071	Principal on long-term debt	848,755	85,637,680	-
0072	Interest on long-term debt and fees	134,925	67,491,335	-
0073	Debt issuance costs and fees	-	39,026,635	-
Capital outlay:				
0081	Facilities acquisition and construction expenditures	514,288	-	69,865,658
Intergovernmental:				
0091	Purchase of WADA	45,190,499	-	-
0093	Payments related to shared services arrangements	98,400	-	-
0095	Payments to Juvenile Justice Alternative Education Program	2,376	-	-
0099	Other intergovernmental charges	3,551,933	-	-
6030	Total Expenditures	<u>539,348,358</u>	<u>192,155,650</u>	<u>69,865,658</u>
1100	Excess (deficiency) of revenues over expenditures	<u>(20,859,137)</u>	<u>(12,840,687)</u>	<u>(69,046,404)</u>
Other Financing Sources (Uses)				
7912	Sale of real or personal property	101,284	-	-
7913	Issuances of leases	158,738	-	-
7915	Transfers in	-	-	-
8911	Transfers out	(819)	-	-
7080	Total Other Financing Sources and Uses	<u>259,203</u>	<u>-</u>	<u>-</u>
Special Items				
7918	Proceeds from sale of property	-	-	24,233,000
1200	Net change in fund balances	(20,599,934)	(12,840,687)	(44,813,404)
0100	Fund Balance - Beginning	<u>170,611,054</u>	<u>62,376,549</u>	<u>187,800,892</u>
3000	Fund Balance - Ending	<u>\$ 150,011,120</u>	<u>\$ 49,535,862</u>	<u>\$ 142,987,488</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended August 31, 2022

Exhibit C-2

Page 2 of 2

<u>Data Control Codes</u>		<u>Federal Funds</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ 7,734,645	\$ 631,153,802
5800	State program revenues	-	3,890,121	64,205,946
5900	Federal program revenues	<u>36,497,492</u>	<u>26,141,790</u>	<u>77,527,738</u>
5020	Total Revenues	<u>36,497,492</u>	<u>37,766,556</u>	<u>772,887,486</u>
Expenditures				
Current:				
0011	Instruction	23,724,208	6,555,405	333,610,543
0012	Instructional resources and media services	12,120	88,272	6,284,409
0013	Curriculum and instructional staff development	1,658,684	50,804	5,171,625
0021	Instructional leadership	1,114,325	2,488	11,635,846
0023	School leadership	224,050	664,459	34,917,653
0031	Guidance, counseling and evaluation services	905,285	444,386	27,789,445
0032	Social work services	138,216	-	628,571
0033	Health services	308,904	947	6,537,807
0034	Student transportation	4,056,076	-	14,663,488
0035	Food services	-	21,941,749	21,985,687
0036	Extracurricular activities	93,854	1,355,046	12,702,067
0041	General administration	385,681	23,139	12,441,371
0051	Facilities maintenance and operations	3,514,138	65,382	45,528,841
0052	Security and monitoring services	3,909	-	3,677,501
0053	Data processing services	-	-	13,404,874
0061	Community services	358,042	4,538	5,721,561
Debt service:				
0071	Principal on long-term debt	-	-	86,486,435
0072	Interest on long-term debt and fees	-	-	67,626,260
0073	Debt issuance costs and fees	-	-	39,026,635
Capital outlay:				
0081	Facilities acquisition and construction expenditures	-	-	70,379,946
Intergovernmental:				
0091	Purchase of WADA	-	-	45,190,499
0093	Payments related to shared services arrangements	-	-	98,400
0095	Payments to Juvenile Justice Alternative Education Program	-	-	2,376
0099	Other intergovernmental charges	-	-	3,551,933
6030	Total Expenditures	<u>36,497,492</u>	<u>31,196,615</u>	<u>869,063,773</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>6,569,941</u>	<u>(96,176,287)</u>
Other Financing Sources (Uses)				
7912	Sale of real or personal property	-	-	101,284
7913	Issuances of leases	-	-	158,738
7915	Transfers in	-	819	819
8911	Transfers out	-	-	(819)
7080	Total Other Financing Sources and Uses	<u>-</u>	<u>819</u>	<u>260,022</u>
Special Items				
7918	Proceeds from sale of property	<u>-</u>	<u>-</u>	<u>24,233,000</u>
1200	Net change in fund balances	<u>-</u>	<u>6,570,760</u>	<u>(71,683,265)</u>
0100	Fund Balance - Beginning	<u>-</u>	<u>15,080,989</u>	<u>435,869,484</u>
3000	Fund Balance - Ending	<u>\$ -</u>	<u>\$ 21,651,749</u>	<u>\$ 364,186,219</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2022

Exhibit C-3

<u>Data Control Codes</u>		
	Net change in fund balances - total governmental funds (from C-2)	\$ (71,683,265)
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
1	Governmental funds capital outlay	68,542,212
2	Governmental activities depreciation\amortization expense	(54,186,544)
3	Governmental funds report the entire sales price from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain or loss on the sale of the assets.	(19,145,837)
4	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,332,505)
5	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	110,764,800
6	Changes in deferred outflows related to pension and OPEB	20,569,643
7	Changes in deferred inflows related to pension and OPEB	(49,091,813)
8	Increase in interest payable is not recognized in the fund statements.	(22,192)
9	Changes in the net pension liabilities	50,049,900
10	Changes in the net OPEB liabilities	(4,311,468)
	Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:	
11	Amortization of premiums, deferred charges on refunding	11,604,388
12	Capital appreciation bonds matured and related accreted interest	26,212,025
13	Decrease in long term compensation absences	374,572
14	Internal service funds are used by management to charge the costs of certain activities, such as insurances, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental funds. (see D-2)	<u>251,906</u>
	Change in net position of governmental activities (see B-1)	<u>\$ 88,595,822</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) AND ACTUAL - GENERAL FUND
For the Year Ended August 31, 2022

Exhibit C-4

Data Control Codes	Budgeted Amounts		Actual Amounts, GAAP Basis	Variance with Final Budget	
	Original	Final			
Revenues					
5700	Local revenues	\$ 490,699,223	\$ 490,699,223	\$ 444,806,539	\$ (45,892,684)
5800	State program revenues	52,355,584	52,355,584	58,794,226	6,438,642
5900	Federal program revenues	9,439,852	9,439,852	14,888,456	5,448,604
5020	Total Revenues	552,494,659	552,494,659	518,489,221	(34,005,438)
Expenditures					
Current:					
0011	Instruction	319,188,245	311,980,970	303,330,930	8,650,040
0012	Instructional resources and media services	6,780,551	6,765,909	6,184,017	581,892
0013	Curriculum and staff development	3,480,944	3,726,192	3,462,137	264,055
0021	Instructional leadership	11,441,781	11,464,667	10,519,033	945,634
0023	School leadership	34,735,613	35,226,454	34,029,144	1,197,310
0031	Guidance, counseling and evaluation services	25,494,949	26,637,178	26,439,774	197,404
0032	Social work services	367,667	526,757	490,355	36,402
0033	Health services	6,768,284	6,782,397	6,227,956	554,441
0034	Student transportation	16,042,898	16,051,873	10,607,412	5,444,461
0035	Food services	45,158	45,158	43,938	1,220
0036	Extracurricular activities	12,616,956	11,805,914	11,253,167	552,747
0041	General administration	12,248,438	14,626,808	12,032,551	2,594,257
0051	Facilities maintenance and operations	44,933,002	47,098,144	41,949,321	5,148,823
0052	Security and monitoring services	3,512,493	4,035,970	3,673,592	362,378
0053	Data processing services	12,835,431	14,778,187	13,404,874	1,373,313
0061	Community services	6,703,916	6,626,830	5,358,981	1,267,849
Debt Service:					
0071	Principal on long-term debt	-	1,065,075	848,755	216,320
0072	Interest on long-term debt and fees	-	134,925	134,925	-
Capital outlay:					
0081	Facilities acquisition and construction	-	816,888	514,288	302,600
Intergovernmental:					
0091	Purchase of WADA	57,404,687	57,404,687	45,190,499	12,214,188
0093	Payments related to shared services arrangements	210,000	98,400	98,400	-
0095	Payments to Juvenile Justice Alt. Ed. Prgm.	200,000	200,000	2,376	197,624
0099	Other intergovernmental charges	4,100,000	4,100,000	3,551,933	548,067
6030	Total Expenditures	579,111,013	581,999,383	539,348,358	42,651,025
1100	Excess (deficiency) of revenues over expenditures	(26,616,354)	(29,504,724)	(20,859,137)	8,645,587
Other Financing Sources (Uses)					
7912	Sale of real or personal property	-	-	101,284	101,284
7913	Proceeds from capital leases	-	-	158,738	158,738
8911	Operating transfers out	-	(819)	(819)	-
7080	Total other financing sources and uses	-	(819)	259,203	260,022
1200	Net change in fund balances	(26,616,354)	(29,505,543)	(20,599,934)	8,905,609
0100	Fund balances - Beginning	170,611,054	170,611,054	170,611,054	-
3000	Fund balances - Ending	\$ 143,994,700	\$ 141,105,511	\$ 150,011,120	\$ 8,905,609

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
August 31, 2022

Exhibit D-1

	<u>Business-Type Activity</u>	<u>Governmental Activities</u>
	<u>Culinary Arts</u>	<u>Internal Service Fund</u>
Assets		
Current Assets:		
Cash and cash equivalents	\$ 44,356	\$ 4,000,880
Due from other funds	-	287,969
Total Assets	<u>44,356</u>	<u>4,288,849</u>
Liabilities		
Current Liabilities:		
Accounts payable	215	4,680
Accrued expenses	-	1,239,384
Total Liabilities	<u>215</u>	<u>1,244,064</u>
Net Position		
Unrestricted net position	44,141	3,044,785
Total Net Position	<u>\$ 44,141</u>	<u>\$ 3,044,785</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS
For the Year Ended August 31, 2022

Exhibit D-2

	<u>Business-Type Activity</u>	<u>Governmental Activities</u>
	<u>Culinary Arts</u>	<u>Internal Service Fund</u>
Operating Revenues		
User charges	\$ 35,631	\$ -
Premiums	-	1,148,255
Total Operating Revenues	<u>35,631</u>	<u>1,148,255</u>
Operating Expenses		
Payroll costs	108	-
Professional and contracted services	-	89,150
Supplies and materials	4,037	-
Claims and premiums	-	830,978
Total Operating Expenses	<u>4,145</u>	<u>920,128</u>
Operating Income	31,486	228,127
Non-Operating Revenues		
Interest income	-	23,779
Total Non-operating Revenues	<u>-</u>	<u>23,779</u>
Change in Net Position	31,486	251,906
Net Position - September 1 (Beginning)	<u>12,655</u>	<u>2,792,879</u>
Net Position - August 31 (Ending)	<u>\$ 44,141</u>	<u>\$ 3,044,785</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended August 31, 2022

Exhibit D-3

	Business-Type Activity	Governmental Activities
	Culinary Arts	Internal Service Fund
Cash Flows from Operating Activities:		
Cash received for premiums from other funds	\$ -	\$ 1,138,269
Cash received from user charges	35,631	-
Cash paid for claims and premiums	-	(1,020,015)
Cash paid for supplies	(3,822)	-
Cash paid for payroll costs	(108)	-
Net Cash provided for Operating Activities	31,701	118,254
Cash Flows from Investing Activities:		
Interest received on investments	-	23,779
Net Cash Provided by Investing Activities	-	23,779
Net increase in Cash and Cash Equivalents	31,701	142,033
Cash and Cash Equivalents at Beginning of Year	12,655	3,858,847
Cash and Cash Equivalents at End of Year	\$ 44,356	\$ 4,000,880
Reconciliation of Operating Income to Net Cash Provided by (used in) Operating Activities:		
Operating Income (Loss)	\$ 31,486	\$ 228,127
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Increase in interfund receivables	-	(9,986)
Increase in accounts payable	215	180
Decrease in accrued expenses	-	(100,067)
Total Adjustments	215	(109,873)
Net Cash Provided for Operating Activities	\$ 31,701	\$ 118,254

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
August 31, 2022

Exhibit E-1

	Custodial Funds
	<hr/>
Assets	
Cash and cash equivalents	\$ 3,881,157
Receivable from outside entities	296,713
Prepaid items	8,633
Total Assets	<hr/> 4,186,503 <hr/>
 Liabilities	
Accounts payable	21,577
Total Liabilities	<hr/> 21,577 <hr/>
 Net Position	
Restricted for student activities	1,440,642
Restricted for outside entities (CISNT)	2,724,284
Total Net Position	<hr/> \$ 4,164,926 <hr/>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended August 31, 2022

Exhibit E-2

	<u>Custodial Funds</u>
Additions	
Contributions - student activities	\$ 1,417,599
Collections - CISNT	<u>6,752,230</u>
Total Additions	<u>8,169,829</u>
Deductions	
Student activities	1,370,292
CISNT	<u>6,304,401</u>
Total Deductions	<u>7,674,693</u>
Change in net position	495,136
Net Postion, Beginning of Year	<u>3,669,790</u>
Net Postion, End of Year	<u>\$ 4,164,926</u>

Note 1 - Summary of Significant Accounting Policies

Lewisville Independent School District (the "District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven-member Board of Trustees elected by the District's residents.

The District prepares its basic financial statements in conformity with U.S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in Statement on Auditing Standards No. 69, as amended by Statement on Auditing Standards No.'s 91 and 93 of the American Institute of Certified Public Accountants; and it complies with the most recent requirements of the Texas Education Agency's Financial Accountability System Resource Guide (the "Resource Guide" or FASRG) and the requirements of contracts and grants of agencies from which it receives funds.

Reporting Entity

The Board of Trustees ("Board"), a seven-member group, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the District. The public elects the trustees. The trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("Agency") or to the State Board of Education are reserved for the trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. The financial statements of the District include all activities for which the Board exercises these governance responsibilities.

For financial reporting purposes, in conformance with governmental accounting standards, the District includes all funds of the District, as well as any component units for which the District is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (1) the ability to impose will by the District, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, the District has determined that the Lewisville Education Foundation, Inc. ("LEF") should be included in the District's financial statements and reported as a discretely presented component unit.

The discretely presented component unit is reported in a separate column in the financial statements to emphasize it as legally separate from the District. LEF is a nonprofit organization with the purpose of providing financial support to the District, teachers, and students. LEF is governed by a 22-member Board of Trustees, who represents a cross section of the community served by the District. All voting members are independent of the District; however, District administrators serve as ex-officio Board members. The accounting and reporting policies relating to the component unit included in the financial statements conform to the generally accepted accounting principles applicable to state and local governments. A copy of the complete separately audited financial statements as of and for the year ended December 31, 2021, can be obtained from Lewisville ISD Education Foundation, Inc., 1565C W. Main Street, Lewisville, Texas 75067.

The District receives funding from local, state, and federal government sources and complies with the requirements of these funding source entities.

Note 1 - Summary of Significant Accounting Policies (continued)

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities. Internal service fund activity is eliminated to avoid overstatement of revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities include programs supported primarily by taxes, State foundation funds, grants and other intergovernmental revenues. Business-type activities include operations that rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers who directly benefit from the services provided by that function, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a function. Taxes and other items properly not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The District reports only one internal service fund as a proprietary fund. Internal service funds are never considered major funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Agency funds also use the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants are recognized as revenue as the eligibility requirements imposed by the provider have been met. The effect of interfund activity has been eliminated from the government-wide financial statements.

Governmental funds utilize the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recorded when they are susceptible to accrual, which means they must be both available and measurable. Revenues are considered to be available when they are expected to be collected during the current budgetary period or within 60 days thereafter to pay liabilities outstanding at the close of the budgetary period.

Interest revenue and building rentals are recorded when earned since they are measurable and available. Other revenues such as fees, tuition, and miscellaneous revenues are recorded when received.

Fund Accounting

Governmental Funds

Revenue from investments, including governmental external investment pools, is based upon fair market value. Fair market value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short term debt investments at amortized cost, provided that the fair market value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Accounting (continued)

Under the modified accrual basis, expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for principal and interest on long-term debt, which is recognized when due.

District accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The District has established several funds that are organized by sub-funds within a separate set of self-balancing accounts comprised of assets, liabilities, fund balance, revenues, and expenditures or expenses as appropriate. Governmental resources allocated to individual funds are recorded for the purpose of carrying on specific activities in accordance with laws, regulations, or other appropriate requirements.

The District reports the following major governmental funds:

General Fund - The District's primary operating fund. This fund is established to account for resources financing the fundamental operations of the District, in partnership with the community, in enabling and motivating students to reach their full potential. All revenues and expenditures not required to be accounted for in other funds are included here. This is a budgeted fund and any fund balances are considered resources available for current operations. Fund balances may be appropriated by the Board of Trustees to implement its responsibilities.

Debt Service Fund - This fund is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund, and a separate bank account is maintained for this fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.

Capital Projects Fund - This fund is established to account for proceeds, on the modified accrual basis, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as, furnishing and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

Federal Funds - This fund is established to account for revenues and expenditures, on the modified accrual basis, from federal grants. Most of the grants are on a reimbursement basis and as such fund balance is not generated.

In addition, the District reports the following funds:

Special Revenue Funds - These governmental funds are established to account for state and local programs or expenditures legally restricted for specified purposes and Food Service Program transactions.

The District's Food Service Fund is considered a special revenue fund since it meets the following criteria: (1) User fees are charged to supplement the National School Lunch Program ("NSLP"), (2) The General Fund subsidizes the Food Service Program for all expenditures in excess of NSLP and user fees, and (3) The District does not consider the Food Service Program completely self-supporting. Food Service fund balances are used exclusively for child nutrition program purposes.

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Accounting (continued)

Enterprise Fund - The District has a Culinary Arts fund. A proprietary fund to account for this self-sustaining activity.

Internal Service Fund - The District utilizes an Internal Service Fund, a proprietary fund, to account for its workers' compensation self-insurance plan.

The District continues to fully provide for incurred but not reported costs for workers' compensation claims through the establishment of undiscounted liability accounts and net position. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The operating revenues of the self-insurance fund are received from both the General and Special Revenue Funds, and its operating expenses are comprised of claims paid on behalf of District employees.

Operating expenses also include administrative expenses and depreciation on capital assets. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The internal service fund is accounted for on a flow of economic resources measurement focus. Accordingly, the accrual basis, whereby revenues and expenses are identified in the accounting period in which they are earned and incurred, and net income is determined, is utilized for this fund. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations.

Fiduciary funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. *Fiduciary funds* are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position as referenced as Exhibits E-1 and E-2. The District has two custodial funds: (1) The District serves as the business agent with Communities in Schools of North Texas, Inc. and (2) Student activity funds to account for the funds of bona-fide student groups.

Implementation of New Standards

GASB Statement No. 87 Leases, was issued to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Note 1 - Summary of Significant Accounting Policies (continued)

Budgetary Data

Each school district in Texas is required by law to annually prepare a budget of anticipated revenues and expenditures for Governmental Funds for the fiscal year beginning September 1. The District adopts annual budgets for the General Fund, Food Service, and the Debt Service Fund.

The annual budget is prepared on the modified accrual basis of accounting. The official school budget was prepared for adoption for all governmental fund types by August 20, 2021, as required. The Board of Trustees formally adopted the budget at a duly advertised public meeting prior to the expenditure of funds. Final priorities and funding of projects are determined by the Board, which subsequently establishes a tax rate sufficient to support the approved budget.

Management has the authority to transfer any unencumbered appropriation from one appropriation to another within a single function. In addition, the administration performs budget reviews by which budget requirements are reevaluated and revisions are recommended to the Board. The Board is required to approve amendments to the budget that change any budgeted fund (the legal level of compliance), revenue object accounts, or other financing sources/uses as defined by the Agency for each individual fund type. Unexpended appropriations lapse at year-end. State law prohibits deficit fund balances. (See Note 2 for additional disclosure.)

Cash in Bank Depository and Investments

The District's cash and investments are classified as cash and temporary investments. The cash and temporary investments include cash on hand and deposits with financial institutions. Investments consist of balances in privately managed public funds investment pools and investments in United States (U.S.) securities and U.S. Agency securities. The District reports all investments at fair market value, except for investment pools. The District's investment pools are valued and reported at amortized cost, which approximates fair market value. The District's cash and temporary investments are short-term, highly liquid investments that are readily convertible to cash.

The District's investments are carried at fair market value based on quoted market prices at year-end, in accordance with U.S. generally accepted accounting principles. The District categorizes fair market value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair market value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair market value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79 *Certain Investment Pools and Pool Participants*.

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

At August 31, 2022 the carrying amount of the District's cash deposits was \$8,121,572 and the bank balance was \$6,592,854. The District's deposits at August 31, 2022, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

The cash and cash equivalents amounts were composed of the following:

	Cash	Investments	Total
General fund	\$ -	\$ 185,369,031	\$ 185,369,031
Debt service fund	77,499	49,221,019	49,298,518
Capital projects fund	2,191,689	169,066,170	171,257,859
Federal funds	337,326	-	337,326
Non-major governmental funds	20,786,121	-	20,786,121
Internal service fund	22,180	3,978,700	4,000,880
Total Governmental Activities	23,414,815	407,634,920	431,049,735
Business Type Activities - Culinary Arts	44,356	-	44,356
Custodial funds	3,881,157	-	3,881,157
Total	\$ 27,340,328	\$ 407,634,920	\$ 434,975,248

The following table includes the portfolio balance, credit rating and percentage of the portfolio balance by investment type and weighted average days to maturity of investment held by the District as of August 31, 2022:

Investment Type	Fair Value	S&P Credit Quality Ratings	Percentage of Investments	Weighted Average Maturity (Days)
Certificates of Deposit	\$ 61,190,105	N/A	15.01%	154
Money Market	71,126,597	N/A	17.45%	1
Short-term cash fund	20,524,280		5.03%	1
Total	152,840,982		37.49%	
Local Government Investment Pools *				
TexPool	167,814,869	AAAm	41.17%	24
TexPool Prime	86,979,069	AAAm	21.34%	15
Total	254,793,938		62.51%	
Total Investments	\$ 407,634,920		100.00%	36

* Per GASB 79, valued at amortized cost.

Investments' fair market value input levels are as follows at August 31, 2022:

Investments	Level 1	Level 2	Level 3	Total
Certificates of Deposit	\$ -	\$ 61,190,105	\$ -	\$ 61,190,105
Money Market	-	71,126,597	-	71,126,597
Short-term cash funds	-	20,524,280	-	20,524,280
Total	\$ -	\$ 152,840,982	\$ -	\$ 152,840,982

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

Credit Risk- Texas state law and the Lewisville ISD's Board adopted Investment Policy placing high credit quality as a priority in its investment process. Credit minimums are set for appropriate invest types and a procedure is included in the policy for monitoring, disclosing and acting on credit downgrades. All time and demand deposits are required to be FDIC insured or collateralized to 102% (or 110% if mortgage-backed securities). They must be in eligible depositories doing business in Texas and be under the terms of a written collateral agreement. The maximum maturity on depository CD as stated in the Policy is one year. The bank is contractually liable for monitoring and maintaining the collateral margins.

Brokered CD securities must be FDIC insured and delivered versus payment to the District's depository. Maximum maturity of one year and FDIC insurance must be verified before purchase.

State law and the Lewisville ISD adopted Investment Policy limits repurchase agreements to Texas banks and primary dealers. State law and the Policy require a defined termination date, an industry standard, written master repurchase agreement, independent safekeeping of collateral, and a 102% margin on collateral. Fully collateralized flex repurchase agreements are restricted by the Policy to the use of bond funds and are restricted to being matched to bond proceeds expenditures plans. The term of any reverse security repurchase agreement may not exceed ninety (90) days after the date of delivery.

Obligations of the State of Texas or its agencies and instrumentalities or obligations of other states, agencies, counties, cities and other political subdivisions rated as to investments quality by a nationally recognized rating firm (NRSRO) not less than AA or its equivalent are authorized. Debt obligations have a maximum maturity of three years.

AAA-rated, local government investment pools striving to maintain a \$1 net asset value as defined by state law (2256.016) and approved by the District's adopted policy are authorized. By State law all local government pools are rated AAA or equivalent by at least one NRSRO.

The District's Investment Policy requires SEC registered money market funds to be AAA-rated and to strive to maintain at \$1 NAV.

Concentration of Credit Risk - Lewisville ISD's adopted Investment Policy requires diversification which is monitored on at least a monthly basis. The Policy requires the following diversification:

	<u>Maximum % of Portfolio</u>
U.S. Treasury Obligations	100%
U.S. Agency Obligations	80%
Commercial Paper	25%
Constant Dollar Pools	100%
Repurchase Agreements	30%
Certificates of Deposit	40%
Brokered Certificate of Deposit Securities	20%
Municipal Obligations	35%

Interest Rate Risk - In order to limit interest and market rate risk from changes in interest rates, Lewisville ISD's adopted Investment Policy sets a maximum maturity of three (3) years and a maximum weighted average maturity (WAM) of 365 days on the total portfolio. Escrow sinking funds will be invested with a maximum maturity matching the termination date of the escrow.

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

Custodial Credit Risk- To control custody risk, State law and the District's adopted Investment Policy requires collateral for all time and demand deposits and repurchase agreements with securities transferred only on a delivery versus payment basis and held by an independent party approved by the District and held in the District's name. The custodian is required to provide original safekeeping receipts and monthly reporting of positions and position descriptions including fair market value. Repurchase agreements and deposits must be collateralized to 102% and time and demand deposits collateralized to 102% (with 110% on mortgaged-backed securities). Transactions are required to be executed under a written collateral and/or repurchase agreement. The counterparty of each type transaction is held contractually liable for monitoring and maintaining the required collateral margins on a daily basis.

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies. Investments are recorded at fair market value. Fair market value is determined by the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

As of August 31, 2022, the District's investments consisted of balances held by Certificates of Deposit, Texas Local Government Investment Pool (TexPool), U.S. Governmental Agencies, Money Market funds and State and Local agencies.

TexPool is a public funds investment pool created by the Texas Treasury Safekeeping Trust Company (the Trust Company) to provide a safe environment for the placement of local government funds. The portfolio consists of U.S. Treasury and government agency securities, repurchase agreements, certain mutual funds, collateralized repurchase and reverse repurchase agreements, no-load money market mutual funds regulated by the Securities and Exchange Commission and rated AAA or equivalent by at least one nationally recognized statistical rating organization, securities lending programs, and certificates of deposit. TexPool is overseen by the State Comptroller of Public Accounts and administered by Federated Investors, Inc. The State Street Bank is the custodial bank. TexPool follows chapter 2256 of the Texas Public Funds Investment Act. TexPool uses amortized cost rather than fair market value to report net position to compute share prices. The fair market value of the position in TexPool is the same as the value of TexPool shares. Accordingly, the District's investments in TexPool are stated at amortized cost, which approximates fair market value.

In accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, the Local Government Investment Pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

The District is invested in several Money Market and short-term accounts at Wells Fargo, East West Bank, First Financial Bank, NexBank and Bank of Texas. Money Markets are a type of savings account that usually pays a higher interest rate. These funds are considered liquid and the District's Money Market funds are reported at fair market value using Level 2 inputs.

The District invested in U.S. Government Agencies and State and Local agencies in which the carrying value reflects the fair market value of the investments and are reported as Level 2 inputs.

Note 1 - Summary of Significant Accounting Policies (continued)

Interfund Transactions

Interfund receivables and payables arise from interfund transactions in the normal course of operations and are recorded in all affected funds in the period in which transactions are executed. Interfund transfers arise from the need to move cash from bank accounts. See Note 11 for additional discussion of interfund transactions.

Inventories

Technology and food commodities are carried in an inventory account at cost, using the first-in, first-out method of accounting. Maintenance is carried using average cost method. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements. Although food commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Resources and recorded as inventory. In the governmental funds, a non-spendable fund balance indicates that they are unavailable as current expendable financial resources.

Prepaid Items

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded using the consumption method in both government-wide and fund financial statements. The prepaid items have been identified as a non-spendable fund balance since it is not available for other subsequent expenditures.

Capital Assets

Capital assets, which include property, plant, and equipment, and right to use assets are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of one year or more. However, all land and land improvements are capitalized regardless of the amount. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of assets or materially extend the life of assets are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are completed.

All capital assets except land and construction in progress are depreciated and or amortized. Improvements are depreciated over the remaining useful life of the related capital asset. Depreciation is computed using the straight-line method based on the estimated life as follows:

Assets	Estimated Life
Land improvements	10-20 years
Buildings and improvements	10-50 years
Vehicles	6 years
Furniture and Equipment	5-20 years
Right to use assets – leases	5-20 years

Note 1 - Summary of Significant Accounting Policies (continued)

Long-Term Debt

In the government-wide financial statements, proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums, discounts, and losses on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period it occurs.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period as other financing sources and uses. The face amount of debt issued, including lease liabilities are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Compensated Absences

Employees are allowed to accrue five days of state personal leave each year without limit. The District pays a portion of accrued personal leave to retiring personnel meeting state eligibility requirements for retirement. The payment is limited to one-half of the current salary rate for the accumulated personal days. The District reflects accumulated personal leave in the government-wide financial statements. Personal leave is paid out of the fund to which the employee's salary relates, the majority of which has historically been the General Fund.

Deferred Outflows/Inflows of Resources

Deferred outflows and inflows of resources are reported in the financial position as described below:

A *deferred outflow of resources* represents a consumption of net assets that applies to future periods (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets). The District has three items that qualify for reporting in this category:

- Deferred outflows or resources for refunding - Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflows of resources for pension - Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of pension liabilities. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The remaining pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

Note 1 - Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows of Resources (continued)

- Deferred outflows of resources for other post-employment benefits (OPEB) other than pension – Reported in the government-wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of 1) differences between projected and actual earnings on OPEB plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District’s proportional share of OPEB liabilities. The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on OPEB investments will be amortized over a closed five-year period. The remaining postemployment related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.

A *deferred inflow of resources* represent an acquisition of net assets that applies to future periods (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets). The District has three items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for pension – reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District’s proportional share of pension liabilities. These pension-related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.
- Deferred inflows of resources for OPEB – Reported in the government-wide financial statement of net position, this deferred inflow results primarily from 1) changes in actuarial assumptions; and 2) differences between expected and actual actuarial experiences. These OPEB related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.

Fund Balance and Net Position

Governmental Accounting Standards Board Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions," provides more defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints.

Note 1 - Summary of Significant Accounting Policies (continued)

Governmental Fund Financial Statements

In the fund financial statements, governmental funds report fund balances as non-spendable, restricted, committed, assigned or unassigned.

Non-Spendable fund balances are amounts that are not in spendable form or required to be maintained intact. Inventory and prepaid items have been properly classified as such.

Restricted is that portion of fund equity which has limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.

Committed is that portion of fund equity which has limitations imposed by the Board of Trustees. To be reported as committed, amounts cannot be used for any other purposes unless the District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The Board committed 100% of the ending fund balance in the Campus Activity Funds for use by the respective campus.

Assigned is that portion of fund equity that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose by a designee that has been granted the authority by the Board. The District had \$134,837,901 in assigned fund balances as of August 31, 2022, an amount equivalent to three months operating expenditures in the General Fund and an amount equivalent to ten percent of the annual debt service on bonds approved by the voters as Minimum Fund Balances. The Minimum Fund Balance Policy was approved to set aside resources to maintain liquidity and to cover unanticipated deficits of revenue reductions that may be caused by adverse economic conditions.

Unassigned is that portion of fund equity that is available for any legal purpose. The general fund is the only fund that will have an unassigned amount. If other governmental funds incur expenditures for specified purposes that exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance. The order of spending and availability of the fund balances shall be to reduce funds in the following order: restricted, committed, assigned, and unassigned.

When the District incurs an expense for which it may use either restricted or unrestricted net position, it uses restricted net position first unless unrestricted net position will have to be returned because they were not used. Net position on the Statement of Net Position includes the following:

Net Investment in Capital Assets - The component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction, or improvement of these capital assets.

Restricted net position - The component of net position calculated by reducing the carrying value of restricted assets by the amount of any related debt outstanding.

Unrestricted - The difference between the assets and liabilities that is not reported Investment in Capital Assets and Restricted Net Position.

Note 1 - Summary of Significant Accounting Policies (continued)

Self-insured Workers' Compensation

On September 1, 1990, the District established a self-funding Workers' Compensation program. The District maintains a self-insured retention of \$500,000 per occurrence. The District currently purchases specific excess coverage to statutory limits from an insurance company that does not have a maximum amount. The District also maintains a self-insured retention of \$3,044,785 for aggregate claims. An aggregate policy from Edwards Risk Management provides \$1,000,000 in excess of the retention amount. Total claims exceeding the maximum aggregate policy amount become the responsibility of the District. Claims administration was provided by Edwards Claims Administration of Marble Falls, Texas.

At August 31, 2022, the accrued liabilities for Workers' Compensation self-insurance of \$1,239,384, which includes incurred but not reported (IBNR) claims. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount. The liability booked was the undiscounted estimate of the actuary.

Changes in the workers' compensation claims liability paid during the year are as follows:

	Year Ended August 31, 2022	Year Ended August 31, 2021
Unpaid claims, beginning of year	\$ 1,339,451	\$ 1,212,968
Incurred claims (including IBNR's)	919,948	1,290,402
Claim payments and changes in estimate	<u>(1,020,015)</u>	<u>(1,163,919)</u>
Unpaid claims, end of fiscal year	<u>\$ 1,239,384</u>	<u>\$ 1,339,451</u>

Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal 2022, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the current fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Encumbrances

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Since under Texas law, appropriations lapse at fiscal year-end, outstanding encumbrances are appropriately provided for in the subsequent fiscal years' budget to provide for the liquidation of the prior commitments. As of August 31, 2022, the District had encumbrances in the General Fund and Food Service program of \$3,220,171 and \$588,538, respectively that rolled over into the new fiscal year.

Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Financial Accountability System Resource Guide. TEA requires school districts to display these codes in the financial statements submitted to them in order to ensure accuracy in building a statewide database for policy development and funding plans.

Note 1 - Summary of Significant Accounting Policies (continued)

Estimates

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair market value.

Other Post-Employment Benefits

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS-Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS-Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as you-go plan and all cash is held in a cash account.

Leases

Lessee: The District is a lessee for several noncancellable leases for property and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the District measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Note 2 - Budgetary Legal Compliance

During the fiscal year, the operating budget must be amended by the Board for changes that increase or decrease the original budget. All supplemental appropriations must be within limits of available revenues and fund equity. The following table summarizes changes to the originally adopted budgeted funds:

Fund	Appropriations as of September 01, 2021 (Original Budget)	Supplemental Appropriations and Revisions	Appropriations as of August 31, 2022 (Amended Budget)
General Fund	\$ 579,111,013	\$ 2,888,370	\$ 581,999,383
Food Service Fund	30,593,851	1,809	30,595,660
Debt Service Fund	163,011,622	46,400,000	209,411,622
Total Budgeted Funds	<u>\$ 772,716,486</u>	<u>\$ 49,290,179</u>	<u>\$ 822,006,665</u>

The increases in appropriations for the General Fund and Food Service Fund were mainly attributed to purchase orders. The General Fund expenditures were greater than the budgeted amounts by \$18.2 million in Function 91 was much lower than budget as a result of the State Aid settle-up process and COVID-19 HH provisions.

A reconciliation of fund balances for budgeted and unbudgeted special revenue funds is as follows:

Note 3 - Property Taxes

The District's ad valorem property tax is levied each October 1 on the taxable value as of the prior January for all real and business personal property located in the District. The taxable value of the property tax roll upon which the levy was based for the 2021-22 fiscal year was \$47,801,667,555.

The tax rates assessed for the year ended August 31, 2022 to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$0.9276 and \$0.3809 per \$100 valuation, respectively, for a total of \$1.3085 per \$100 valuation.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable at that time. All unpaid taxes levied October 1 become delinquent by February 1 of the following year. Current tax collections for the year ended August 31, 2022 were 99.46% of the year-end adjusted tax levy.

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2022, property taxes receivable totaled \$8,247,371. The estimated uncollectible taxes totaled \$825,030 for the General Fund and Debt Service Fund combined.

Note 4 - Due To/From Other Governments

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. All federal grants shown below are passed through the TEA and are reported on the financial statements as Due from Other Governments. The amounts due from Denton County are for the Juvenile Justice Alternative Education Program (JJAEP) and property taxes. Amounts due from federal and state governments as of August 31, 2022 are summarized below. Amounts are expected to be collected within two months after the District’s fiscal year end.

Fund	Denton County	State Entitlements	Federal Grants	Total
General	\$ 40,890	\$ 20,473	\$ 1,357,919	\$ 1,419,282
Debt Service	16,480	-	-	16,480
Federal Funds	-	-	11,400,627	11,400,627
Special Revenue	-	1,152,849	-	1,152,849
Total	\$ 57,370	\$ 1,173,322	\$ 12,758,546	\$ 13,989,238

Due to state represents payment due to the state for sales tax, overpayment of the foundation allotment. Amounts due to other represents taxes collected from the purchase of land and due to the County. Amounts due to local and state governments as of August 31, 2022 are summarized below.

Fund	State	Other	Total
General	\$ 124,543	\$ -	\$ 124,543
Special Revenue	-	5,659	5,659
Total	\$ 124,543	\$ 5,659	\$ 130,202

Note 5 - Capital Assets

Capital asset activity for the year ended August 31, 2022 was as follows:

	<u>Restated Balance</u> <u>September 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance</u> <u>August 31, 2022</u>
Capital assets, not being depreciated:					
Land	\$ 103,359,677	\$ -	\$ (7,057,731)	\$ -	\$ 96,301,946
Construction in progress	106,921,213	49,081,808	(4,026,363)	(92,509,219)	59,467,439
Total Capital Assets, not being depreciated	<u>210,280,890</u>	<u>49,081,808</u>	<u>(11,084,094)</u>	<u>(92,509,219)</u>	<u>155,769,385</u>
Capital assets, being depreciated:					
Buildings and improvements	1,738,990,874	16,352,884	(11,463,163)	92,514,889	1,836,395,484
Vehicles	32,632,514	154,227	(111,950)	-	32,674,791
Furniture and equipment	27,399,078	2,634,732	(3,585,900)	(5,670)	26,442,240
Right to use assets - equipment	2,505,466	158,738	-	-	2,664,204
Total Capital Assets, being depreciated	<u>1,801,527,932</u>	<u>19,300,581</u>	<u>(15,161,013)</u>	<u>92,509,219</u>	<u>1,898,176,719</u>
Less accumulated depreciation\amortization for:					
Buildings and improvements	555,479,758	49,363,383	(3,652,106)	-	601,191,035
Vehicles	6,309,055	2,731,978	(109,728)	-	8,931,305
Furniture and Equipment	18,262,282	2,091,183	(3,337,436)	-	17,016,029
Right to use assets - equipment	-	530,194	-	-	530,194
Total Accumulated Depreciation	<u>580,051,095</u>	<u>54,716,738</u>	<u>(7,099,270)</u>	<u>-</u>	<u>627,668,563</u>
Governmental activities capital assets, net	<u>1,221,476,837</u>	<u>(35,416,157)</u>	<u>(8,061,743)</u>	<u>92,509,219</u>	<u>1,270,508,156</u>
Governmental Capital Assets	<u>\$ 1,431,757,727</u>	<u>\$ 13,665,651</u>	<u>\$ (19,145,837)</u>	<u>\$ -</u>	<u>\$ 1,426,277,541</u>

Depreciation\amortization expense was charged to functions of the District as follows:

Governmental Activities:

Instruction and instructional related services	\$ 30,283,960
Instructional and school leadership	1,433,220
Support services student (pupil)	13,036,746
Administrative support services	185,488
Support services - non-student based	8,404,464
Ancillary students	842,666
Total Depreciation Expense - Governmental Activities	<u>\$ 54,186,544</u>

Construction Commitments

A summary of the most significant capital projects in progress and the related commitment as of August 31, 2022, follows:

	<u>Remaining</u> <u>Commitment</u>
Bluebonnet ES 20 Year Refresh	\$ 4,940,998
Expansion of Career Center East	13,493,170
High School Music Additions/Renovations	8,346,063
Middle School Additions/Renovations	8,035,659
Network & Infrastructure	8,580,968
Press Box Replacements	2,852,134
The Colony High School Multi-Purpose Facility	35,155,596

Note 6 - Defined Benefit Pension Plan

Plan Description

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at <https://www.trs.texas.gov/TRS%20Documents/acfr-2021.pdf>, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic postemployment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in the manner are determined by the System's actuary.

Note 6 - Defined Benefit Pension Plan (continued)

Contributions

Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member’s annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 thru 2025.

	Contribution Rates	
	Plan Fiscal Year	
	2022	2021
Member	8.00%	7.70%
Non-Employer Contributing Entity (NECE) - State	7.75%	7.50%
Employers (District)	7.75%	7.50%

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate, times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year, reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities, or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member’s first 90 days of employment.
- When any part or all of an employee’s salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

	Fiscal Year 2022
	Contributions
Member (Employee) contributions	\$ 13,724,669
Non-employer (State) on-behalf contributions	30,018,576
Employer (District) contributions	20,141,266

Note 6 - Defined Benefit Pension Plan (continued)

Contributions (continued)

In addition to the employer contributions listed above, there is an additional surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.5 percent of the member’s salary beginning in fiscal year 2020, gradually increasing to 2 percent in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions

The total pension liability in the August 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Component	Result
Valuation Date	August 31, 2020 rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	7.25%
Long-term Expected Rate	7.25%
Municipal Bond Rate as of August 31, 2020	1.95% - Source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Last year ending August 31 in Projection Period (100 years)	2120
Inflation	2.30%
Salary increases	3.05% to 9.05% including inflation
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2021. These assumptions are further described the 2020 TRS ACFR.

Discount Rate

A single discount rate of 7.25 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25 percent. The projection of flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payment of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Note 6 - Defined Benefit Pension Plan (continued)

Discount Rate (continued)

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2021 are summarized below:

<u>Asset Class</u>	<u>2021 Target Allocation¹</u>	<u>Long-Term Expected Geometric Real Rate of Return²</u>	<u>Expected Contributor to Long-Term Portfolio Returns</u>
Global Equity			
U.S.	18.00%	3.60%	0.94%
Non-U.S. Developed	13.00%	4.40%	0.83%
Emerging Markets	9.00%	4.60%	0.74%
Private Equity	14.00%	6.30%	1.36%
Stable Value			
Government Bonds	16.00%	-0.20%	0.01%
Absolute Return	0.00%	1.10%	0.00%
Stable Value Hedge Funds	5.00%	2.20%	0.12%
Real Return			
Real Estate	15.00%	4.50%	1.00%
Energy, Natural Resources and Infrastructure	6.00%	4.70%	0.35%
Commodities	0.00%	1.70%	0.00%
Risk Parity			
Risk Parity	8.00%	2.80%	0.28%
Asset Allocation Leverage			
Cash	2.00%	-0.70%	-0.01%
Asset Allocation Leverage	-6.00%	-0.50%	0.03%
Inflation Expectation			2.00%
Volatility Drag ³			-0.67%
Expected Return	<u>100.00%</u>		<u>6.90%</u>

¹ Absolute Return includes Credit Sensitive Investments.

² Target allocations are based on the fiscal year 2021 policy model.

³ Capital Market Assumptions come from Aon Hewitt as of August 31, 2021.

⁴ The volatility drag results from the conversion between arithmetic and geometric mean returns.

Note 6 - Defined Benefit Pension Plan (continued)

Discount Rate Sensitivity Analysis

The following table presents the Net Pension Liability of the plan using the discount rate of 7.25 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.25 percent) or one percentage point higher (8.25 percent) than the current rate.

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the net pension liability:	\$ 153,023,662	\$ 70,028,626	\$ 2,694,459

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions

At August 31, 2022, the District reported a liability of \$70,028,626 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportion of the net pension liability	0.2750%
District's proportionate share of the collective net pension liability	\$ 70,028,626
State's proportionate share that is associated with the District	108,109,040
Total	<u>\$ 178,137,666</u>

The net pension liability was measured as of August 31, 2021 and rolled forward to August 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2020 thru August 31, 2021. The pension liability is paid through the statutorily required annual TRS contributions that are expended in all governmental funds, depending on the employees' positions.

At August 31, 2022, the District's proportion of the collective net pension liability was 0.2750% which was a decrease of 0.0508% from its proportion measured as of August 31, 2021.

The District will continue to contribute into TRS at the statutorily determined rates. TRS will then apply those contributions to the net pension liabilities. The District contributes to TRS primarily from the General and Special Revenue Funds.

Changes Since the Prior Actuarial Valuation

There were no changes in assumptions since the prior measurement date.

For the year ended August 31, 2022, the District recognized pension expense of \$4,821,644. The District also recognized an additional on-behalf revenue and expense of \$432,206 representing for support provided by the State.

Note 6 - Defined Benefit Pension Plan (continued)

Changes Since the Prior Actuarial Valuation (continued)

At August 31, 2022, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 117,191	\$ (4,930,071)
Changes in actuarial assumptions	24,753,751	(10,790,513)
Difference between projected and actual investment earnings	-	(58,718,094)
Changes in proportion and difference between employer contributions and proportionate share of contributions	20,388,701	(25,678,834)
District contributions subsequent to the measurement date	13,724,668	-
Total	<u>\$ 58,984,311</u>	<u>\$ (100,117,512)</u>

Deferred outflows of resources resulting from District contributions subsequent to the measurement date in the amount of \$13,724,668 will be recognized as a reduction of the net pension liability in the year ended August 31, 2023. The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended August 31:</u>	<u>Pension Expense Amount</u>
2023	\$ (10,604,096)
2024	(11,083,999)
2025	(16,079,284)
2026	(19,706,634)
2027	1,591,410
Thereafter	1,024,734
	<u>\$ (54,857,869)</u>

Note 7 - Defined Other Post-Employment Benefit Plans

Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS- Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

OPEB Plan Fiduciary Net Position

Detail information about the TRS-Care’s fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at <https://www.trs.texas.gov/TRS%20Documents/acfr-2021.pdf>, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Benefits Provided

TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

The premium rates for retirees are reflected in the following table.

TRS-Care Plan Premium Rates				
	Medicare		Non-Medicare	
Retiree or Surviving Spouse	\$	135	\$	200
Retiree and Spouse		529		689
Retiree or Surviving Spouse and Children		468		408
Retiree and Family		1,020		999

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Contributions

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and school districts based upon public school district payroll. The TRS Board of trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the state’s contribution rate which is 1.25 percent of the employee’s salary. Section 1575.203 establishes the active employee’s rate which is .65 percent of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public or charter school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

	<u>Contribution Rates</u>	
	<u>2022</u>	<u>2021</u>
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding remitted by Employers	1.25%	1.25%

	<u>Fiscal Year 2022</u>
	<u>TRS-Care Contributions</u>
Member (Employee)	\$ 3,047,833
Non-employer contributing agency (State)	2,439,011
District	6,054,377

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to (regardless of whether or not they participate in the TRS Care OPEB program). When employers hire a TRS retiree, they are required to pay to TRS-Care, a monthly surcharge of \$535 per retiree.

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2021. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2021. The actuarial valuation was determined using the following actuarial assumptions:

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. All the demographic assumptions, including rates of retirement, termination, and disability, and most of the economic assumptions, including general inflation and salary increases, used in the OPEB valuation were identical to those used in the respective TRS pension valuation. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Actuarial Assumptions (continued)

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2020 TRS pension actuarial valuation that was rolled forward to August 31, 2021: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, (f) Wage Inflation, and (g) Expected Payroll Growth.

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females, with full generational mortality using Scale BB. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published scale (U-MP).

Additional Actuarial Methods and Assumptions:

Component	Result
Valuation Date	August 31, 2020, rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	1.95% as of August 31, 2021
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs.
Projected Salary Increases	3.05% to 9.05% including inflation
Healthcare Trend Rates	4.25% to 10.25%
Election Rates	Normal Retirement: 65% participation rate prior to age 65 and 40% participation rate after age 65. Pre-65 retirees: 25% are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

Discount Rate

A single discount rate of 1.95 percent was used to measure the Total OPEB Liability. There was a decrease of .38 percent in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability. The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2021 using the fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Discount Rate Sensitivity Analysis

Discount Rate – The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (1.95%) in measuring the Net OPEB Liability.

Sensitivity of the Net OPEB Liability to the Single Discount Rate Assumptions		
1% Decrease in Discount Rate (0.95%)	Current Discount Rate (1.95%)	1% Increase in Discount Rate (2.95%)
\$ 173,548,736	\$ 143,876,935	\$ 120,524,261

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At August 31, 2022, the District reported a liability of \$143,876,935 for its proportionate share of the TRS’s Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collective net OPEB liability	\$ 143,876,935
State's proportionate share that is associated with District	192,763,029
Total	<u>\$ 336,639,964</u>

The Net OPEB Liability was measured as of August 31, 2020 and rolled forward to August 31, 2021 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District’s proportion of the Net OPEB Liability was based on the District’s contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2020 through August 31, 2021. The OPEB liability is paid through the statutorily required annual TRS-Care contributions that are expended in all governmental funds, depending on the employees’ positions.

At August 31, 2021, the District’s proportion of the collective Net OPEB Liability was 0.3730% which was an increase of 0.0059% from its proportion measured as of August 31, 2020.

The District will continue to contribute into TRS-Care at the statutorily determined rates. TRS will then apply those contributions to the net pension liabilities. The District contributes to TRS primarily from the General and Special Revenue Funds.

Healthcare Cost Trend Rates – The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

Sensitivity of the Net OPEB Liability to the Healthcare Cost Trend Rate Assumptions		
1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
\$ 116,535,549	\$ 143,876,935	\$ 180,562,282

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB Liability (TOL) since the prior measurement period:

- The discount rate changed from 2.33 percent as of August 31, 2020 to 1.95 percent as of August 31, 2021. This change increased the Total OPEB Liability.
- The participation rate for post-65 retirees was lowered from 50 percent to 40 percent. This change lowered the Total OPEB Liability.
- The ultimate health care trend rate assumption was lowered from 4.50 percent to 4.25 percent as a result of Congress' repeal of the excise (Cadillac) tax on high-cost employer health plans in December 2019. This change lowered the Total OPEB Liability.

Changes of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

For the year ended August 31, 2022, the District recognized negative OPEB expense of \$5,251,978. The District also recognized negative on-behalf expense and revenue of \$7,114,428 for support provided by the State.

At August 31, 2022, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 6,194,583	\$ (69,646,502)
Changes in actuarial assumptions	15,936,060	(30,427,309)
Difference between projected and actual investment earnings	156,204	-
Changes in proportion and difference between the employer contributions and the proportionate share of contributions	9,012,081	(13,518,061)
Contributions paid to TRS subsequent to the measurement date	3,047,833	-
Total	<u>\$ 34,346,761</u>	<u>\$ (113,591,872)</u>

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Changes Since the Prior Actuarial Valuation (continued)

The \$3,047,833 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending August 31, 2023. The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended August 31:	OPEB Expense Amount
2023	\$ (15,607,136)
2024	(15,610,659)
2025	(15,609,695)
2026	(11,822,469)
2027	(6,695,236)
Thereafter	(16,947,749)
	<u>\$ (82,292,944)</u>

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended August 31, 2022, 2021, and 2020, the subsidy payments received by TRS-Care on-behalf of the District were \$1,589,623, \$1,616,208, and \$1,658,147, respectively. The information for the year ended August 31, 2022 is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

Note 8 - Deferred Compensation Plan

Employees of the District may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plan with Respect to Service for State and Local Governments). An unrelated financial institution, TCG administers the Plan.

The deferred compensation plan is available to all employees of the District who are not covered under the State Retirement Plan. Under the plan, employees defer 7.5% of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, or death.

As part of its fiduciary role, the District has an obligation of due care in selecting the third-party administrator. In the opinion of the District's legal counsel, the District has acted in a prudent manner and is not liable for losses that may arise from the administration of the plan.

As a result of legislative changes, all amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to these amounts, property, or rights are held in trust for the exclusive benefits of participants and their beneficiaries and are not included in the financial statements of the District.

Note 9 - Long-Term Debt

Long-term debt includes par bonds and capital appreciation (deep discount) serial bonds. Bond premiums and discounts are amortized using the effective interest method.

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

Debt service requirements to maturity are summarized as follows:

Year Ended August 31	Principal	Interest *	Requirements
2023	\$ 102,440,000	\$ 49,471,467	\$ 151,911,467
2024	107,245,000	44,662,766	151,907,766
2025	112,375,000	39,536,057	151,911,057
2026	144,450,000	34,146,703	178,596,703
2027	122,415,000	28,777,670	151,192,670
2028-2032	337,700,000	82,233,827	419,933,827
2033-2037	202,120,000	34,626,525	236,746,525
2038-2040	76,070,000	3,663,813	79,733,813
	<u>\$ 1,204,815,000</u>	<u>\$ 317,118,828</u>	<u>\$ 1,521,933,828</u>

* Interest on Build America Bonds (BABs) amounts are included.

Note 9 - Long-Term Debt (continued)

Current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. There are a number of limitations and restrictions contained in the various general obligation bonds indentures. The District is in compliance with all significant limitations and restrictions at August 31, 2022.

The following is a summary of the changes in the District's outstanding debt as of August 31, 2022:

Description	Issued Amount	Interest Rate Payable	Restated	Issued Current Year	Interest Accretion	Retired/ Refunded	Amounts	Due
			Outstanding 9/1/2021				Outstanding 8/31/2022	Within One Year
2003 Unlimited Tax/Refunding	\$ 758,544	2.50 - 5.00%	\$ 351,626	\$ -	\$ -	\$ 351,626	\$ -	\$ -
2010 Qualified Sch Const Bonds	29,900,000	6.88%	29,900,000	-	-	-	29,900,000	-
2010B Build America Bonds	25,055,000	5.974 - 6.024%	25,055,000	-	-	-	25,055,000	-
2011 Refunding Bond	27,770,000	2.50 - 2.00%	1,685,000	-	-	1,685,000	-	-
2012C Unlimited Tax Bonds	33,715,000	2.00 - 4.00%	24,255,000	-	-	24,255,000	-	-
2013A Unlimited Tax Refunding	39,635,000	3.00 - 5.00%	2,605,000	-	-	1,280,000	1,325,000	1,325,000
2013C Unlimited Tax Refunding	5,560,000	.34 - 2.57%	1,675,000	-	-	910,000	765,000	765,000
2013D Unlimited Tax	78,560,000	2.00 - 4.00%	44,555,000	-	-	18,720,000	25,835,000	4,260,000
2013E Unlimited Tax	67,435,000	3.00 - 5.00%	1,210,000	-	-	1,210,000	-	-
2014A Unlimited Tax Bonds	96,330,000	2.00 - 4.00%	71,555,000	-	-	6,435,000	65,120,000	6,695,000
2014B Unlimited Tax Refunding	54,338,570	5.00%	54,338,570	-	-	4,043,570	50,295,000	9,670,000
2015 Unlimited Tax Refunding	64,232,167	2.00 - 5.00%	62,407,167	-	-	2,587,167	59,820,000	10,650,000
2016A Unlimited Tax Refunding	250,350,000	1.00 - 5.00%	138,925,000	-	-	10,925,000	128,000,000	11,455,000
2016B Unlimited Tax Refunding	84,215,000	2.00 - 5.00%	75,355,000	-	-	3,995,000	71,360,000	1,225,000
2017 Unlimited Tax Refunding	68,850,000	2.00 - 5.00%	46,265,000	-	-	2,210,000	44,055,000	18,900,000
2017 Unlimited Tax	193,950,000	2.00 - 5.00%	157,795,000	-	-	9,965,000	147,830,000	7,400,000
2017A Unlimited Tax Refunding	61,165,000	2.00 - 5.00%	54,935,000	-	-	6,415,000	48,520,000	6,275,000
2018 Unlimited Tax Refunding	8,905,000	5.00%	6,190,000	-	-	-	6,190,000	-
2018 Unlimited Tax	117,210,000	3.00 - 5.00%	102,215,000	-	-	5,555,000	96,660,000	5,835,000
2019 Unlimited Tax	109,765,000	3.00 - 5.00%	102,850,000	-	-	3,815,000	99,035,000	4,010,000
2020 Unlimited Building/Refunding	262,515,000	2.125 - 5.0%	259,630,000	-	-	6,215,000	253,415,000	12,695,000
2020A Unlimited Refunding	39,270,000	0.265-3.0%	38,850,000	-	-	-	38,850,000	1,280,000
2020B Unlimited Refunding	12,785,000	1.261 - 5.0%	12,785,000	-	-	-	12,785,000	-
Bonded Indebtedness			1,315,387,363	-	-	110,572,363	1,204,815,000	102,440,000
Accreted Interest and CAB premium			26,212,025	-	1,082,203	27,294,228	-	-
Bond Premium			118,574,400	-	-	17,331,142	101,243,258	-
Leases payable			2,435,486	158,735	-	778,772	1,815,449	894,559
Accrued Compensated Absences			3,512,141	-	-	374,572	3,137,569	483,188
Total Obligations			\$ 1,466,121,415	\$ 158,735	\$ 1,082,203	\$ 156,351,077	\$ 1,311,011,276	\$ 103,817,747

During the year, the District had a cash defeasance of Unlimited Tax Refunding Bonds, Series 2012C and 2013D (partial defeasance). The District placed cash from existing resources of \$24,447,436.53 and \$14,565,000 with escrow agents in a qualifying trust for an in-substance defeasance of \$24,255,000 and 14,565,000 of refunded bonds. As a result, the refunded bonds are considered to be defeased and the related liability for the bonds has been removed from the District's liabilities. The reacquisition price of the bonds was less than the net carrying amount of the old debt by \$165,341 and recognized in the current period. The refunding resulted in an economic gain (difference between present values of the old and new debt service payment) was \$3,237,038 and \$3,058,650.

The District in 2010 issued bonds that are considered Build America Bonds (BABS), which provide for a direct reimbursement of up to 35 percent of the interest paid on the bonds. The District received \$248,060 in subsidy payments from the federal government during the fiscal year ended August 31, 2022, for the BABS.

Note 9 - Long-Term Debt (continued)

Qualified School Construction Bonds

Qualified School Construction Bonds ("QSCB's") are tax-credit bonds authorized through the American Recovery and Reinvestment Act. The QSCB program provides school districts the opportunity to issue interest free or very low interest bonds to finance the construction, rehabilitation, or repair of a public school facility or for the acquisition of land on which such a facility is to be constructed. Purchasers of QSCB's issued in 2009 receive a federal tax credit instead of interest payments. Purchasers of QSCB's issued in 2010 receive interest payments from the issuer, and the issuer can elect to receive subsidy payments from the federal government equal to the lesser of (i) the amount of interest payable under such bond on such date, or (ii) the amount of interest which would have been payable under such bond on such date if such interest were determined at the applicable credit rate determined under Section 54A(b)(3) of the Internal Revenue Code with respect to such bonds.

The District is scheduled to make annual deposits into trust accounts for the Qualified School Construction Bonds (QSCBs), Series 2010. These annual deposits plus the interest earned on the trust accounts will be used to pay off the debt upon maturity June 2026. The District accounts for these trust accounts as *Restricted Cash and Investments* on both the Statement of Net Position (Exhibit A-1) and in the Debt Service fund on the Governmental Funds Balance Sheet (Exhibit C-1). The investments are recorded at fair market value.

Note 10 - Debt Issuances and Defeased Debt

In prior years and in the current year, the District issued refunding bonds for the purpose of saving costs and decreasing the total debt service payments. Placing the proceeds of the refunding bonds in an irrevocable trust has provided for all future debt service payments on the original bonds. Accordingly, the escrow accounts to provide for all future debt service payments are not included in the District's financial statements. As of August 31, 2022, the District has no outstanding balance consider as defeased bonds.

Note 10 - Debt Issuances and Defeased Debt (continued)

Lease Payable

During the current fiscal year, the District entered into various leases, the following table list lease payable and right to use assets as of August 31, 2022.

Description	Start Date	End Date	Interest Rate	Lease Liability		Right to Use Asset		
				Original Amount	Liability as of	Original Amonut	Accumulated	Net amount
					August 31,2022		amortization	
					August 31, 2022	August 31,2022	August 31,2022	
Pitney Bowes - 48 Months (29 Months)	2/1/2020	1/31/2024	3.75%	\$ 25,067	\$ 15,003	\$ 25,067	\$ 5,013	\$ 20,054
Pitney Bowes -60 Months (44.5 Months)	3/12/2020	2/12/2025	3.75%	23,214	16,830	23,214	\$4,643	18,571
Ricoh -36 months	9/25/2021	9/25/2024	3.75%	6,105	4,318	6,105	\$1,119	4,986
Ricoh 2 -36 months	9/25/2021	9/25/2024	3.75%	11,186	7,912	11,186	\$2,050	9,136
Ricoh 3 -36 months	9/25/2021	9/25/2024	3.75%	8,526	6,031	8,526	\$1,563	6,963
Ricoh 4 -36 months	9/25/2021	9/25/2024	3.75%	45,931	32,487	45,931	\$8,421	37,510
Ricoh 5 -36 months	9/25/2021	9/25/2024	3.75%	35,655	25,219	35,655	\$6,537	29,118
Ricoh 6 -36 months	9/25/2021	9/25/2024	3.75%	19,235	13,605	19,235	\$3,526	15,709
Ricoh 7 -36 months	9/25/2021	9/25/2024	3.75%	32,099	22,704	32,099	\$5,885	26,214
Xerox 8 -36 Months	8/1/2021	7/31/2024	3.75%	135,158	91,932	135,158	\$27,032	108,126
Xerox 9-36 Months	8/1/2021	7/31/2024	3.75%	309,596	210,582	309,596	\$61,919	247,677
Xerox 10-36 Months	8/1/2021	7/31/2024	3.75%	132,641	90,220	132,641	\$26,528	106,113
Xerox 11-36 Months	8/1/2021	7/31/2024	3.75%	186,496	126,852	186,496	\$37,299	149,197
Xerox 12 -36 Months	8/1/2021	7/31/2024	3.75%	580,014	394,517	580,014	\$116,003	464,011
Xerox 13 -36 Months	8/1/2021	7/31/2024	3.75%	1,113,281	757,237	1,113,281	\$222,656	890,625
				<u>\$ 2,664,204</u>	<u>\$ 1,815,449</u>	<u>\$ 2,664,204</u>	<u>\$ 530,194</u>	<u>\$ 2,134,010</u>

Future principal and interest lease payments as of August 31, 2022, were as follows:

Fiscal Year	Principal	Interest	Total
2023	\$ 894,559	\$ 53,116	\$ 947,675
2024	912,930	19,241	932,171
2025	7,960	51	8,011
	<u>\$ 1,815,449</u>	<u>\$ 72,408</u>	<u>\$ 1,887,857</u>

Note 11 - Interfund Transactions

Receivables and payables:

Interfund balances at August 31, 2022, consisted of the following individual fund receivables and payables as follows:

Fund	Receivable	Payable
General Fund	\$ 14,412,307	\$ 1,681,925
Capital Projects Fund	-	3,016,331
Federal Funds	1,393,956	11,365,541
Special Revenue Funds:		
Local Funds	-	30,435
Internal Service Fund	287,969	-
Total	<u>\$ 16,094,232</u>	<u>\$ 16,094,232</u>

The outstanding balances between funds result mainly from the time lag between the dates expenditures occur and receipt of cash that originates in the ordinary course of operations. The cash transfers between funds to eliminate deficit cash have been eliminated on the government-wide statement of net position,

Note 11 - Interfund Transactions (continued)

Interfund transfers are defined as “flow of assets without equivalent flows of assets in return and without a requirement of repayment.” Interfund transfers during the year ended August 31, 2022, were as follows:

<u>Transfer Out</u>	<u>Transfer In</u>
	<u>Food Service Fund</u>
General Fund	\$ 819
	<u>\$ 819</u>

General Fund transferred funds to the Child Nutrition Fund to cover the operations.

Note 12 - Litigation and Contingencies

The District is a party to various legal actions, none of which are believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying basic financial statements for such contingencies.

The District participates in numerous State and Federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2022, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

The Tax Reform Act of 1986 imposed regulations on tax-exempt bond issues. Governmental bonds issued after August 31, 1986, are subject to the rebate provisions of the Tax Reform Act of 1986. The rebate applies to earnings from bond issue proceeds investments that exceed bond issue stated interest rates. There is a complicated formula based on a five-year history; therefore, the exact amount of liability, if any, is not known until five years from the bond issuance date. This calculation yielded no known material rebate liability at August 31, 2022.

Note 13 - Revenues from Local Sources

During the current year, revenues from local and intermediate sources consisted of the following:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>	<u>Special Revenue Funds</u>
Property taxes	\$ 429,657,342	\$ 176,431,364	\$ -	\$ -
Food sales	-	-	-	2,723,379
Investment income	1,568,533	777,845	788,896	-
Penalties, interest and other tax related income	2,018,313	584,155	-	-
Co-curricular student activities	1,378,184	-	-	3,389,140
Tuition and fees	6,608,541	-	-	170,721
Rental income	1,162,967	-	-	-
Donations	9,720	-	-	1,369,864
Other	2,402,939	-	30,358	81,541
Total	<u>\$ 444,806,539</u>	<u>\$ 177,793,364</u>	<u>\$ 819,254</u>	<u>\$ 7,734,645</u>

Note 14 - Unearned Revenues

Unearned revenues at August 31, 2022, represent funds received in advance prior to revenue recognition. A summary of unearned revenues at the fund level consists of the following:

	General Fund	Federal	Nonmajor Governmental Funds	Total
Student lunches	\$ -	\$ -	\$ 853,731	\$ 853,731
Other	2,948,250	342,476	-	3,290,726
Total	<u>\$ 2,948,250</u>	<u>\$ 342,476</u>	<u>\$ 853,731</u>	<u>\$ 4,144,457</u>

Note 15 - Component Unit Disclosures

Organization and Nature of Activities

The Lewisville ISD Education Foundation, Inc. (Foundation) is a Texas nonprofit organization with the purpose of providing financial support to Lewisville Independent School District teachers and students. This purpose is accomplished by the Foundation receiving and managing cash donations from individuals and organizations, and awarding scholarships and grants.

Basis of Presentation

The financial statements are prepared on an accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues and related assets are recognized when earned, and expenses are recognized when the obligation is incurred. They are presented in accordance with the provisions of Financial Accounting Standards Board ("FASB") ASU No. 2016-14, "Not-For-Profit Entities."

FASB ASU 2016-14 establishes standards for general-purpose external financial statements for nonprofit organizations, including a statement of financial position, a statement of activities, a statement of functional expense and a statement of cash flows. FASB ASU 2016-14 requires the classification of net assets and its revenues, expenses, gains and losses into three categories, if applicable, based on existence or absence of donor-imposed restrictions. The categories are "without donor restrictions" and "with donor restrictions." Accordingly, net assets of the Foundation's and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Included in this classification are net assets earmarked by the Board for future purposes, such as the Foundation's board-designation for scholarships and grants.

Net assets subject to purpose restrictions - Net assets subject to donor-imposed stipulations that specify a use that is more specific than broad limits relating to purposes under which the Foundation operates.

Net assets not subject to appropriation or expenditure - Net assets subject to donor-imposed restrictions that must be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on any related investments for the specific donor purpose.

Note 15 - Component Unit Disclosures (continued)

Public Support and Revenue

In the absence of a donor's explicit stipulation or circumstances surrounding the receipt of a contribution that make clear the donor's implicit restriction on use, contributions are reported as revenues or gains without donor restrictions, which increase net assets without donor restrictions. All donor-restricted contributions are reported as either net assets subject to purpose restrictions or net assets not subject to appropriation or expenditure, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), such restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Unconditional promises to give are recorded as received. Contributions receivable due in the next year are recorded at their net realizable value. Contributions receivable due in subsequent years are recorded at the present value of their net realizable value, using interest rates applicable to the years in which the promises are received to discount the amounts. The calculated discount to present value was not materially different from the face value of the contributions receivable at December 31, 2021.

Foundation management evaluates the collectability of contributions on an ongoing basis and writes off any contributions receivable considered uncollectible. There were no contribution as of December 31, 2021, that were considered uncollectible and written off based on management's review.

Contributions of donated noncash assets are recorded at their fair market values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair market values in the period received. Although individuals volunteer their time and perform a variety of tasks that assist the Foundation, these services do not meet the criteria for recognition as donated services.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments, primarily checking and money market accounts, to be cash equivalents. At December 31, 2021, the carrying amount of cash was \$480,366.

Investments

Investments are presented in the financial statements at fair market value. Realized and unrealized gains and losses on investments are reflected in the statement of activities. Purchases and sales of investments are recorded on the trade date. Investment income is recorded in the period when earned.

Investments as of December 31, 2021 are composed of the following:

	Cost	Fair Value	Unrealized Gain (Loss)
Certificates of deposit	\$ 112,731	\$ 112,731	\$ -
Corporate bonds	371,982	371,399	(583)
U.S. Government secured Obligations	897,629	895,932	(1,697)
Individual stocks	2,160,286	3,079,356	919,070
Stock Mutual funds	398,515	441,772	43,257
Fixed income mutual funds	524,874	541,239	16,365
	<u>\$ 4,466,017</u>	<u>\$ 5,442,429</u>	<u>\$ 976,412</u>

Note 15 - Component Unit Disclosures (continued)

The following table represents the Foundation's fair market value hierarchy for its investments measured at fair market value as of December 31, 2021:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
U.S. Government and Agency Securities	\$ 895,932	\$ -	\$ -	\$ 895,932
Equity securities	3,521,128	-	-	3,521,128
Fixed income securities	-	912,638	-	912,638
Certificates of Deposit	-	112,731	-	112,731
Total	<u>\$ 4,417,060</u>	<u>\$ 1,025,369</u>	<u>\$ -</u>	<u>\$ 5,442,429</u>

Restricted Net Position

Temporarily restricted net position consists of contributions from donors who have specified certain programs or scholarships within Lewisville ISD for use of the contributions. The following is endowment as of December 31, 2021:

Balance 12/31/20	\$ 3,359,769
Contributions	98,107
Investment earnings	417,149
Amounts appropriated for expenditures	(305,315)
Reclassification from temporarily restricted	70,878
Balance 12/31/21	<u>\$ 3,640,588</u>

Permanently restricted net position consists of contributions from donors who have specified that the funds be invested in perpetuity, with earnings from the investments available for scholarships or grants.

Contributions and Other Receivables

Unconditional promises to give as of December 31, 2021, are as follows:

Receivable in less than one year	\$ 39,572
Receivable in one to five years	5,723
Net Unconditional Promises to Give	<u>\$ 45,295</u>

Net Assets Without Donor Restrictions

Net assets without donor restriction at December 31, 2021, includes the following amounts designated by the Foundation's Board of Directors for grant endowment.

LISDEF Operational Fund	\$ 1,203,001
Area of Greatest Need	214,124
Earl Luna Memorial Grant	11,513
Pat Watts Honorary Grant	11,680
Janet Luttrell Honorary Grant	11,513
	<u>\$ 1,451,831</u>

Note 15 - Component Unit Disclosures (continued)

Income Tax Status

The Foundation has received a letter of determination from the Internal Revenue Service advising that it qualifies as a non-profit corporation under Section 501(c)(3) of the Internal Revenue Code and, therefore, is not subject to income tax. The Foundation is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Note 16 - Arbitrage

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of the amount earned on investments purchased with bond proceeds, over the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five-year anniversary date of the bond issue. The District has estimated that there is no arbitrage liability as of August 31, 2022.

REQUIRED SUPPLEMENTARY INFORMATION



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
Teacher Retirement System of Texas
For the Last Eight Measurement Years Ended August ⁽¹⁾

Exhibit G-1

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net pension liability	0.2750%	0.2242%	0.3068%	0.3124%
District's proportionate share of the net pension liability	\$ 70,028,626	\$ 120,078,526	\$ 159,467,259	\$ 171,946,208
State's proportionate share of the net pension liability associated with the District	<u>108,109,040</u>	<u>275,852,016</u>	<u>237,598,734</u>	<u>263,375,895</u>
Total	<u>\$ 178,137,666</u>	<u>\$ 395,930,542</u>	<u>\$ 397,065,993</u>	<u>\$ 435,322,103</u>
District's covered payroll (for Measurement Year)	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560	\$ 339,675,536
District's proportionate share of the net pension liability as a percentage of its covered payroll	19.42%	34.54%	46.44%	50.62%
Plan's fiduciary net position as a percentage of the total pension liability*	88.79%	75.54%	75.24%	73.74%
Plan's net pension liability as a percentage of covered payroll*	51.08%	110.36%	114.93%	126.11%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability	0.3113%	0.3098%	0.3204%	0.2073%
District's proportionate share of the net pension liability	\$ 99,530,342	\$ 117,068,286	\$ 113,259,645	\$ 55,392,223
State's proportionate share of the net pension liability associated with the District	<u>159,361,843</u>	<u>191,175,104</u>	<u>180,104,882</u>	<u>159,733,876</u>
Total	<u>\$ 258,892,185</u>	<u>\$ 308,243,390</u>	<u>\$ 293,364,527</u>	<u>\$ 215,126,099</u>
District's covered payroll (for Measurement Year)	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635
District's proportionate share of the net pension liability as a percentage of its covered payroll	29.86%	36.27%	36.69%	18.62%
Plan's fiduciary net position as a percentage of the total pension liability*	82.17%	78.00%	78.43%	83.25%
Plan's net pension liability as a percentage of covered payroll*	75.93%	92.75%	91.94%	72.89%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net pension liability is calculated using a new methodology and will be presented prospectively in accordance with GASB 68.

* Per Teacher Retirement System of Texas' Comprehensive Annual Financial Report.

(1) Ten years of data should be presented in this schedule, but data was unavailable prior to 2014.

Net pension liability and related ratios will be presented as data becomes available.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
Teacher Retirement System of Texas
For the Last Nine Fiscal Years

Exhibit G-2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contributions	\$ 13,724,669	\$ 11,716,404	\$ 9,266,662	\$ 10,667,951	\$ 10,618,509
Contributions in relation to the contractual required contributions	<u>13,724,669</u>	<u>11,716,404</u>	<u>9,266,662</u>	<u>10,667,951</u>	<u>10,618,509</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560	\$ 339,675,536
Contributions as a percentage of covered payroll	3.66%	3.25%	2.67%	3.11%	3.13%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	
Contractually required contributions	\$ 10,201,918	\$ 9,843,086	\$ 8,805,304	\$ 5,257,484	
Contributions in relation to the contractual required contributions	<u>10,201,918</u>	<u>9,843,086</u>	<u>8,805,304</u>	<u>5,257,484</u>	
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
District's covered payroll	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635	
Contributions as a percentage of covered payroll	3.06%	3.05%	2.85%	1.77%	

Note: The District began to report information when it implemented GASB Statement 68 in 2015.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY
Teacher Retirement System of Texas
For the Last Five Measurement Years Ended August ⁽¹⁾

Exhibit G-3

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.3730%	0.3671%	0.3886%	0.3958%
District's proportionate share of the net OPEB liability	\$ 143,876,935	\$ 139,565,467	\$ 183,776,611	\$ 197,630,380
State's proportionate share of the net OPEB liability associated with the District	<u>192,763,029</u>	<u>187,542,533</u>	<u>244,198,009</u>	<u>295,335,221</u>
Total	<u>\$ 336,639,964</u>	<u>\$ 327,108,000</u>	<u>\$ 427,974,620</u>	<u>\$ 492,965,601</u>
District's covered employee payroll (for Measurement Year)	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560	\$ 339,675,536
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	39.90%	40.14%	53.52%	58.18%
Plan's fiduciary net position as a percentage of the total OPEB liability*	6.18%	4.99%	2.66%	1.57%
Plan's net OPEB liability as a percentage of covered employee payroll*	100.13%	101.46%	135.21%	146.64%
	<u>2017</u>			
District's proportion of the net OPEB liability	0.3789%			
District's proportionate share of the net OPEB liability	\$ 164,770,037			
State's proportionate share of the net OPEB liability associated with the District	<u>266,112,828</u>			
Total	<u>\$ 430,882,865</u>			
District's covered employee payroll (for Measurement Year)	\$ 333,301,189			
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	49.44%			
Plan's fiduciary net position as a percentage of the total OPEB liability*	0.91%			
Plan's net OPEB liability as a percentage of covered employee payroll*	132.55%			

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

* Per Teacher Retirement System of Texas' comprehensive annual financial report.

(1) Ten years of data should be presented in this schedule, but data was unavailable prior to 2017. Net OPEB liability and related ratios will be presented as data becomes available.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
Teacher Retirement System of Texas
For the Last Nine Fiscal Years ⁽¹⁾

Exhibit G-4

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contributions	\$ 3,047,833	\$ 2,918,891	\$ 2,790,712	\$ 2,757,820	\$ 2,735,388
Contributions in relation to the contractual required contributions	<u>3,047,833</u>	<u>2,918,891</u>	<u>2,790,712</u>	<u>2,757,820</u>	<u>2,735,388</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560	\$ 339,675,536
Contributions as a percentage of covered payroll	0.81%	0.81%	0.80%	0.80%	0.81%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	
Contractually required contributions	\$ 1,969,913	\$ 1,914,169	\$ 1,817,611	\$ 1,659,888	
Contributions in relation to the contractual required contributions	<u>1,969,913</u>	<u>1,914,169</u>	<u>1,817,611</u>	<u>1,659,888</u>	
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
District's covered payroll	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635	
Contributions as a percentage of covered payroll	0.59%	0.59%	0.59%	0.56%	

(1) Ten years of data should be presented in this schedule, but data was unavailable prior to 2015.
Net pension liability and related ratios will be presented as data becomes available.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION

Changes of Assumptions

August 31, 2021

- The single discount rate as of August 31, 2018, was a blended rate of 6.907 percent and that has changed to the long-term rate of return of 7.25 percent as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

Changes in Benefit Terms

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

Other Information

Effective September 1, 2014, employers who did not contribute to Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by its proportional share of contributions, the District recognized a corresponding increase in its share of net pension liability.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB

Changes of Assumptions

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability (TOL) since the prior measurement period:

- The discount rate changed from 3.69 percent as of August 31, 2018, to 2.63 percent as of August 31, 2019. This change increased the TOL.
- The health care trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.
- The participation rate for pre-65 retirees was lowered from 70 percent to 65 percent. The participation rate for post-65 retirees was lowered from 75 percent to 50 percent. Twenty-five percent of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20 percent to 15 percent. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20 percent to 10 percent. These changes decreased the TOL.
- Change of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

Changes of Benefit Terms

The 85th Legislature, Regular Session, passed the following statutory changes in House Bill 3976 which became effective on September 1, 2017:

- Created a high-deductible health plan that provides a zero cost for generic prescriptions for certain preventive drugs and provides a zero premium for disability retirees who retired as a disability retiree on or before January 1, 2017, and are not eligible to enroll in Medicare
- Created a single Medicare Advantage plan and Medicare prescription drug plan for all Medicare-eligible participants
- Allowed the System to provide other, appropriate health benefit plans to address the needs of enrollees eligible for Medicare
- Allowed eligible retirees and their eligible dependents to enroll in TRS-Care when the retiree reaches 65 years of age, rather than waiting for the next enrollment period
- Eliminated free coverage under TRS-Care, except for certain disability retirees enrolled during Plan Years 2018 through 2021, requiring members to contribute \$200 per month toward their health insurance premiums

OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENTS AND OTHER SCHEDULES



NONMAJOR GOVERNMENTAL FUNDS

The Nonmajor governmental funds, which are made up of Special Revenue Funds, are used to account for funds that are legally restricted for specified purposes excluding capital projects.

State Funds are used to account for state funded grants and programs.

Local Funds are used to account for local grants, programs and donations from corporations, foundations and other local sources.

Food Service Fund is used to account for allowable expenditures, as determined under the National School Lunch Program, for the operation and improvement of the Child Nutrition Programs.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
August 31, 2022

Exhibit H-1

Data Control Codes		300-499		240		
		<u>Special Revenue Funds</u>				Total NonMajor Governmental Funds
		State Funds	Local Funds	Food Service Fund		
Assets						
1110	Cash and temporary investments	\$ 312,059	\$ 7,270,740	\$ 13,203,322	\$ 20,786,121	
Receivables:						
1240	Receivables from other governments	-	-	1,152,849	1,152,849	
1260	Due from other funds	-	-	1,393,956	1,393,956	
1310	Inventories, at cost	-	-	191,852	191,852	
1000	Total Assets	<u>\$ 312,059</u>	<u>\$ 7,270,740</u>	<u>\$ 15,941,979</u>	<u>\$ 23,524,778</u>	
Liabilities and Fund Balance						
Liabilities:						
Current Liabilities:						
2110	Accounts payable	\$ -	\$ 47,852	\$ 616,286	\$ 664,138	
2160	Accrued wages payable	-	-	319,066	319,066	
2170	Due to other funds	-	30,435	-	30,435	
2180	Due to other governments	-	5,659	-	5,659	
2300	Unearned revenues	-	-	853,731	853,731	
2000	Total Liabilities	<u>-</u>	<u>83,946</u>	<u>1,789,083</u>	<u>1,873,029</u>	
Fund Balances:						
Nonspendable						
3410	Inventories	-	-	191,852	191,852	
3450	Restricted	312,059	1,232,114	13,961,044	15,505,217	
3545	Committed	-	5,954,680	-	5,954,680	
3000	Total Fund Balances	<u>312,059</u>	<u>7,186,794</u>	<u>14,152,896</u>	<u>21,651,749</u>	
4000	Total Liabilities and Fund Balance	<u>\$ 312,059</u>	<u>\$ 7,270,740</u>	<u>\$ 15,941,979</u>	<u>\$ 23,524,778</u>	

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended August 31, 2022

Exhibit H-2

Data Control Codes		300-499		240	Total Nonmajor Governmental Funds
		Special Revenue Funds			
		State Funds	Local Funds	Food Service Fund	
Revenues					
5700	Local, intermediate, and out-of-state	\$ 193,040	\$ 5,004,813	\$ 2,536,792	\$ 7,734,645
5800	State program revenues	3,819,096	-	71,025	3,890,121
5900	Federal program revenues	-	-	26,141,790	26,141,790
5020	Total Revenues	4,012,136	5,004,813	28,749,607	37,766,556
Expenditures					
Current:					
0011	Instruction	3,746,895	2,808,510	-	6,555,405
0012	Instruction resources and media services	-	88,272	-	88,272
0013	Curriculum and instructional staff development	7,369	43,435	-	50,804
0021	Instructional leadership	-	2,488	-	2,488
0023	School leadership	-	664,459	-	664,459
0031	Guidance, counseling and evaluation services	-	444,386	-	444,386
0033	Health services	-	947	-	947
0035	Food services	-	-	21,941,749	21,941,749
0036	Extracurricular activities	-	1,355,046	-	1,355,046
0041	General administration	-	23,139	-	23,139
0051	Facilities maintenance and operations	-	55,764	9,618	65,382
0061	Community services	-	4,538	-	4,538
6030	Total Expenditures	3,754,264	5,490,984	21,951,367	31,196,615
1100	Excess (deficiency) of revenues over expenditures	257,872	(486,171)	6,798,240	6,569,941
Other Financing Sources (Uses)					
7915	Transfers in	-	-	819	819
7080	Total Other Financing Sources and Uses	-	-	819	819
1200	Net change in fund balances	257,872	(486,171)	6,799,059	6,570,760
0100	Fund Balance - Beginning	54,187	7,672,965	7,353,837	15,080,989
3000	Fund Balance - Ending	\$ 312,059	\$ 7,186,794	\$ 14,152,896	\$ 21,651,749

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
For the Year Ended August 31, 2022

Exhibit H-3

	<u>Student Activities</u>	<u>Communities in Schools of North Texas</u>	<u>Total Custodial Funds</u>
Assets			
Cash and cash equivalents	\$ 1,447,619	\$ 2,433,538	\$ 3,881,157
Receivable from outside entities	-	296,713	296,713
Prepaid items	-	8,633	8,633
Total Assets	<u>1,447,619</u>	<u>2,738,884</u>	<u>4,186,503</u>
Liabilities			
Accounts payable	6,977	14,600	21,577
Total Liabilities	<u>6,977</u>	<u>14,600</u>	<u>21,577</u>
Net Position			
Restricted for student activities	1,440,642	-	1,440,642
Restricted for outside entities (CISNT)	-	2,724,284	2,724,284
Total Net Position	<u>\$ 1,440,642</u>	<u>\$ 2,724,284</u>	<u>\$ 4,164,926</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended August 31, 2022

Exhibit H-4

	<u>Student Activities</u>	<u>Communities in Schools of North Texas</u>	<u>Total Custodial Funds</u>
Additions			
Contributions	\$ 1,417,599	\$ 6,752,230	\$ 8,169,829
Total Additions	<u>1,417,599</u>	<u>6,752,230</u>	<u>8,169,829</u>
Deductions			
Student activities	1,370,292	-	1,370,292
CISNT	-	6,304,401	6,304,401
Total deductions	<u>1,370,292</u>	<u>6,304,401</u>	<u>7,674,693</u>
Change in net postion	47,307	447,829	495,136
Net postion, beginning of year	<u>1,393,335</u>	<u>2,276,455</u>	<u>3,669,790</u>
Net postion, end of year	<u>\$ 1,440,642</u>	<u>\$ 2,724,284</u>	<u>\$ 4,164,926</u>



SUPPLEMENTAL SCHEDULES

The schedules within this subsection are presented as supplementary information to expand upon the data presented in the other subsections of the Financial Section.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended August 31, 2022

Exhibit J-1
Page 1 of 2

Last Ten Fiscal Years	Tax Rates		Net Assessed/Appraised Value For School Tax Purposes	Beginning Balance 9/1/21	20 Current Year's Total Levy
	1 Maintenance	2 Debt Service			
2013 and prior	Various	Various	\$ 23,046,548,096	\$ 699,672	\$ -
2014	1.04000	0.43700	24,430,987,196	221,565	-
2015	1.04000	0.43700	26,698,623,389	335,037	-
2016	1.04000	0.43673	29,093,582,239	391,655	-
2017	1.04000	0.36750	32,508,282,254	415,957	-
2018	1.04000	0.36750	35,772,334,352	573,349	-
2019	1.04000	0.36750	38,772,053,641	660,701	-
2020	0.97000	0.36750	42,117,267,514	1,086,970	-
2021	0.96640	0.38090	44,196,015,587	3,685,523	-
2022	0.92760	0.38090	46,541,354,393	-	608,993,622
1000 Totals				<u>\$ 8,070,429</u>	<u>\$ 608,993,622</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended August 31, 2022

Exhibit J-1
Page 2 of 2

	31	32	32	40	50
Last Ten Fiscal Years	Maintenance Total Collections	Debt Service Total Collections	Total Collections	Entire Year's Adjustments	Ending Balance 8/31/22
2013 and prior	\$ 10,004	\$ 3,302	\$ 13,306	\$ (95,625)	\$ 590,741
2014	1,725	725	2,450	-	219,115
2015	16,099	6,765	22,864	-	312,173
2016	18,340	7,701	26,041	(2,543)	363,071
2017	26,178	9,565	35,743	5,536	385,750
2018	93,536	33,052	126,588	(12,728)	434,033
2019	77,186	27,275	104,461	(23,457)	532,783
2020	(442,459)	(167,633)	(610,092)	(723,307)	973,755
2021	(638,895)	(251,816)	(890,711)	(3,458,254)	1,117,980
2022	<u>429,365,483</u>	<u>176,310,169</u>	<u>605,675,652</u>	<u>-</u>	<u>3,317,970</u>
1000 Totals	<u>\$ 428,527,197</u>	<u>\$ 175,979,105</u>	<u>\$ 604,506,302</u>	<u>\$ (4,310,378)</u>	<u>\$ 8,247,371</u>
Total taxes receivable per Governmental Fund Balance Sheet (C-1)					<u>\$ 8,247,371</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - FOOD SERVICE FUND
For the Year Ended August 31, 2022

Exhibit J-2

Data Control Codes		Food Service Fund Budgeted Amounts			Variance with Final Budget
		Original	Final	Actual	
	Revenues				
5700	Local, intermediate, and out-of-state	\$ 1,884,845	\$ 1,884,845	\$ 2,536,792	\$ 651,947
5800	State program revenues	40,000	40,000	71,025	31,025
5900	Federal program revenues	28,759,002	28,759,002	26,141,790	(2,617,212)
5020	Total Revenues	<u>30,683,847</u>	<u>30,683,847</u>	<u>28,749,607</u>	<u>(1,934,240)</u>
	Expenditures				
	Current:				
0035	Food services	29,391,218	28,716,365	21,941,749	6,774,616
0051	Plant maintenance and operations	1,202,633	1,879,295	9,618	1,869,677
6030	Total Expenditures	<u>30,593,851</u>	<u>30,595,660</u>	<u>21,951,367</u>	<u>8,644,293</u>
1100	Excess (deficiency) revenues over (under) expenditures	<u>89,996</u>	<u>88,187</u>	<u>6,798,240</u>	<u>6,710,053</u>
	Other Financing Sources (Uses)				
7915	Operating transfers in	-	-	819	819
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>819</u>	<u>819</u>
1200	Net change in fund balances	89,996	88,187	6,799,059	6,710,872
0100	Fund Balance - Beginning	<u>7,353,837</u>	<u>7,353,837</u>	<u>7,353,837</u>	<u>-</u>
3000	Fund Balance - Ending	<u>\$ 7,443,833</u>	<u>\$ 7,442,024</u>	<u>\$ 14,152,896</u>	<u>\$ 6,710,872</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - DEBT SERVICE FUND
For the Year Ended August 31, 2022

Exhibit J-3

Data Control Codes		Debt Service Fund Budgeted Amounts			Variance with Final Budget
		Original	Final	Actual	
Revenues					
5700	Local, intermediate, and out-of-state	\$ 163,011,622	\$ 179,011,622	\$ 177,793,364	\$ (1,218,258)
5800	State program revenues	-	-	1,521,599	1,521,599
5020	Total Revenues	<u>163,011,622</u>	<u>179,011,622</u>	<u>179,314,963</u>	<u>303,341</u>
Expenditures					
Debt Service:					
0071	Principal on long-term debt	78,607,363	85,707,363	85,637,680	69,683
0072	Interest and fiscal charges	84,204,259	84,204,259	67,491,335	16,712,924
0073	Bond issuance costs and fees	200,000	39,500,000	39,026,635	473,365
6030	Total Expenditures	<u>163,011,622</u>	<u>209,411,622</u>	<u>192,155,650</u>	<u>17,255,972</u>
1200	Net change in fund balances	-	(30,400,000)	(12,840,687)	17,559,313
0100	Fund Balance - Beginning	<u>62,376,549</u>	<u>62,376,549</u>	<u>62,376,549</u>	<u>-</u>
3000	Fund Balance - Ending	<u>\$ 62,376,549</u>	<u>\$ 31,976,549</u>	<u>\$ 49,535,862</u>	<u>\$ 17,559,313</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT*Exhibit J-4***COMPENSATORY EDUCATION PROGRAM AND BILINGUAL EDUCATION PROGRAM COMPLIANCE RESPONSES****For the Year Ended August 31, 2022**

Data Codes	Section A: Compensatory Education Programs	Responses
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$24,832,246
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$14,505,936
Section B: Bilingual Education Programs		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 6,237,567
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 7,502,752

STATISTICAL SECTION



STATISTICAL SECTION

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the District's overall financial health. This information has not been audited by the independent auditor.

<u>Contents</u>	<u>Table #s</u>
Financial Trends These tables contain trend information to assist the reader in understanding how the District's financial position has changed over time.	1 through 4
Revenue Capacity These tables contain information to assist the reader in understanding and assessing the factors affecting the District's ability to generate its own-source revenues.	5 through 9
Debt Capacity These tables contain information to assist the reader in understanding the District's debt burden and its ability to issue additional debt in the future.	10 through 14
Economic and Demographic Information These tables contain information to assist the reader in understanding the socioeconomic environment in which the District operates and to provide information that facilitates comparisons of financial statement information over time and with other school districts.	15 through 17
Operating Information These tables contain information intended to provide contextual information about the District's operations and resources and to assist readers in using financial statement information to understand and assess the District's economic condition.	18 through 21

Source: Unless otherwise noted, the information in these tables is derived from the annual comprehensive financial reports for the relevant year.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 1
Page 1 of 2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenses					
Governmental activities:					
Instruction	\$ 326,107,681	\$ 357,161,456	\$ 364,674,811	\$ 323,742,411	\$ 225,462,145
Instruction resources & media services	7,673,666	7,834,404	7,820,161	6,794,595	5,823,255
Curriculum & instructional staff development	4,675,774	4,616,849	4,657,514	4,462,560	3,013,833
Instructional leadership	10,879,151	12,473,021	12,430,045	12,144,081	6,953,673
School administration	32,866,941	35,272,031	37,403,647	33,916,942	22,667,635
Guidance and counseling	25,337,589	25,434,888	27,601,340	24,764,938	15,120,788
Social work services	(77,292)	426,078	1,022,072	822,820	(1,132,246)
Health services	6,042,474	7,275,834	6,212,106	5,889,092	4,034,451
Pupil transportation	17,186,193	16,040,794	13,117,370	15,266,960	15,741,491
Food services	21,837,246	20,248,533	22,582,670	22,365,713	22,100,123
Co-curricular activities	19,307,364	16,958,401	17,518,514	11,545,482	14,499,663
General administration	11,734,249	11,709,998	11,525,327	10,427,183	7,691,141
Plant maintenance and operation	50,541,453	47,871,728	44,644,320	41,102,255	38,809,077
Security and monitoring	3,699,804	4,052,939	3,342,273	2,557,946	2,113,845
Data processing services	16,433,100	16,363,442	15,526,253	11,300,939	9,114,655
Community services	6,329,216	6,075,696	7,879,785	7,320,215	5,723,026
Interest and fiscal charges	43,896,884	47,337,256	41,706,705	44,136,008	42,467,688
Other facility costs	21,251,825	16,377,376	18,059,205	79,980,806	29,245,473
Purchase of WADA	45,190,499	50,745,313	14,612,076	29,971,536	-
Fiscal agent/member district of shared service arrangement	98,400	131,200	114,800	98,400	82,000
Alternative education program	2,376	-	12,276	35,060	34,176
Other intergovernmental charges	3,551,933	3,470,208	3,402,995	3,169,080	2,939,064
Total Governmental Expenses	\$ 674,566,526	\$ 707,877,445	\$ 675,866,265	\$ 691,815,022	\$ 472,504,956
Program Revenues					
Governmental Activities:					
Charges for Service					
Instruction & instructional related services	\$ 1,506,329	\$ 1,558,889	\$ 1,374,369	\$ 1,454,833	\$ 1,610,622
Food services	2,536,792	1,953,858	7,390,633	10,956,662	11,335,747
Cocurricular/extracurricular activities	4,827,591	2,759,958	4,045,627	5,277,936	5,398,161
Plant maintenance and operations	2,177,163	1,662,503	1,747,774	2,042,744	1,771,287
Community services	-	3,786,717	6,322,886	6,726,981	6,280,879
Other activities	6,580,724	144,742	271,799	952,409	859,214
Operating grants and contributions	60,775,650	93,222,170	83,270,862	76,182,466	(45,220,947)
Total Primary Government Program Revenues	78,404,249	105,088,837	104,423,950	103,594,031	(17,965,037)
Net (Expense)/Revenue					
Total Primary Government Net Expense	<u>\$ (596,162,277)</u>	<u>\$ (602,788,608)</u>	<u>\$ (571,442,315)</u>	<u>\$ (572,272,234)</u>	<u>\$ (490,469,993)</u>
General Revenues					
Property taxes, levied for general purposes	\$ 430,615,484	\$ 428,000,897	\$ 411,294,389	\$ 404,466,006	\$ 373,822,932
Property taxes, levied for debt service	176,743,185	168,530,720	155,678,560	142,843,921	132,137,704
Unrestricted state aid formula grants	32,560,422	43,800,094	40,648,141	47,295,918	42,143,916
Medicaid reimbursement	6,457,364	8,008,708	3,995,211	5,867,726	3,262,951
Unrestricted federal aid	9,024,222	5,920,338	4,006,149	3,806,879	3,494,633
Investment earnings	3,159,053	727,385	7,072,349	15,902,767	8,771,027
Miscellaneous	1,965,369	2,233,651	6,330,253	6,253,151	1,174,359
Extraordinary and special items	24,233,000	-	18,820,008	-	11,398,763
Total Primary Government General Revenues	684,758,099	657,221,793	647,845,060	626,436,368	576,206,285
Total Governmental Revenues	\$ 763,162,348	\$ 762,310,630	\$ 752,269,010	\$ 730,030,399	\$ 558,241,248
Change in Net Position	\$ 88,595,822	\$ 54,433,185	\$ 76,402,745	\$ 38,215,377	\$ 85,736,292

Source of Information: The Statement of Activities - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 1
Page 2 of 2

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Governmental activities:					
Instruction	\$ 323,992,764	\$ 326,660,818	\$ 308,895,880	\$ 289,905,880	\$ 282,653,927
Instruction resources & media services	7,585,392	7,502,899	7,425,938	6,733,833	6,473,535
Curriculum & instructional staff development	4,102,425	4,874,827	4,590,463	4,461,763	4,426,798
Instructional leadership	9,765,778	8,903,376	7,893,583	7,545,360	6,843,861
School administration	32,419,874	31,716,245	29,789,384	27,421,044	26,467,904
Guidance and counseling	21,185,983	21,097,288	19,667,318	18,166,936	17,628,277
Social work services	183,116	185,475	88,792	98,600	100,963
Health services	5,569,943	5,534,811	5,191,779	4,934,261	4,842,853
Pupil transportation	13,907,795	14,361,259	9,976,247	9,910,427	10,328,260
Food services	22,907,650	23,217,766	23,215,591	21,296,674	20,648,885
Co-curricular activities	17,712,024	17,321,622	16,581,023	16,615,878	16,434,607
General administration	10,177,321	9,678,040	9,024,712	9,220,556	8,795,533
Plant maintenance and operation	40,490,105	40,475,796	40,969,745	55,189,668	46,728,086
Security and monitoring	2,320,402	2,102,031	1,675,300	1,241,366	915,428
Data processing services	12,874,913	13,016,883	11,335,525	11,744,444	8,347,142
Community services	7,351,795	6,989,562	6,500,350	5,105,551	4,895,546
Interest and fiscal charges	39,817,052	39,890,376	52,171,286	52,358,811	51,615,410
Other facility costs	3,171,803	8,699,867	22,960,441	12,360,716	30,358,431
Purchase of WADA	-	-	-	-	-
Fiscal agent/member district of shared service arrangement	82,342	98,460	114,829	147,600	170,500
Alternative education program	87,576	83,927	117,747	104,308	135,992
Other intergovernmental charges	2,853,234	2,783,812	2,716,149	2,731,183	2,725,986
Total Governmental Expenses	\$ 578,559,287	\$ 585,195,140	\$ 580,902,082	\$ 557,294,859	\$ 551,537,924
Program Revenues					
Governmental Activities:					
Charges for Service					
Instruction & instructional related services	\$ 1,576,433	\$ 1,515,434	\$ 4,963,217	\$ 4,089,769	\$ 2,992,009
Food services	10,149,919	10,840,286	8,428,000	9,098,179	10,265,965
Cocurricular/extracurricular activities	5,038,341	5,116,801	1,872,246	2,094,253	1,849,881
Plant maintenance and operations	1,922,401	1,692,172	2,758,807	5,029,422	1,310,949
Community services	5,826,826	5,748,121	5,472,426	4,799,786	4,595,832
Other activities	855,241	826,556	802,322	718,246	833,762
Operating grants and contributions	57,106,825	59,907,871	59,099,814	52,005,091	45,320,097
Total Primary Government Program Revenues	82,475,986	85,647,241	83,396,832	77,834,746	67,168,495
Net (Expense)/Revenue					
Total Primary Government Net Expense	\$ (496,083,301)	\$ (499,547,899)	\$ (497,505,250)	\$ (479,460,113)	\$ (484,369,429)
General Revenues					
Property taxes, levied for general purposes	\$ 342,084,310	\$ 307,180,337	\$ 283,836,024	\$ 262,361,996	\$ 247,466,001
Property taxes, levied for debt service	124,955,925	128,713,200	119,023,797	109,933,968	98,391,651
Unrestricted state aid formula grants	71,851,910	100,068,312	102,521,434	101,845,393	99,178,158
Medicaid reimbursement	3,359,690	2,608,736	2,255,156	785,020	2,293,021
Unrestricted federal aid	3,339,065	3,927,086	3,211,813	4,016,960	7,728,644
Investment earnings	2,702,075	1,334,784	695,192	526,725	692,103
Miscellaneous	3,066,330	1,152,830	950,900	1,021,541	924,739
Extraordinary and special items	-	-	-	-	-
Total Primary Government General Revenues	551,359,305	544,985,285	512,494,316	480,491,603	456,674,317
Total Governmental Revenues	\$ 633,835,291	\$ 630,632,526	\$ 595,891,148	\$ 558,326,349	\$ 523,842,812
Change in Net Position	\$ 55,276,004	\$ 45,437,386	\$ 14,989,066	\$ 1,031,490	\$ (27,695,112)

Source of Information: The Statement of Activities - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION BY COMPONENT - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 2
Page 1 of 2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Governmental activities:					
Net investment in capital assets	\$ 275,439,703	\$ 368,848,384	\$ 327,756,322	\$ 240,258,645	\$ 99,766,457
Restricted:					
Food service	14,152,896	7,353,837	5,536,758	7,479,469	5,679,198
Grants	1,544,173	1,772,472	129,382	1,756,477	217,249
Debt service	49,238,615	62,373,838	46,557,030	45,151,937	39,917,275
Unrestricted	<u>(175,529,708)</u>	<u>(363,945,878)</u>	<u>(358,162,820)</u>	<u>(349,232,601)</u>	<u>(238,381,629)</u>
Total Primary Government Net Position	<u>\$ 164,845,679</u>	<u>\$ 76,402,653</u>	<u>\$ 21,816,672</u>	<u>\$ (54,586,073)</u>	<u>\$ (92,801,450)</u>

Source of Information: Statement of Net Position - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION BY COMPONENT - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 2
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	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:					
Net investment in capital assets	\$ 126,778,118	\$ 114,339,749	\$ 103,742,180	\$ 119,340,474	\$ 106,986,251
Restricted:					
Food service	4,414,285	2,495,643	1,162,731	2,824,580	3,712,705
Grants	75,215	75,215	523,477	1,515,798	451,522
Debt service	42,980,807	28,876,110	5,109,954	6,205,159	14,676,604
Unrestricted	<u>(63,862,901)</u>	<u>(90,677,197)</u>	<u>(100,603,154)</u>	<u>(72,180,268)</u>	<u>(69,152,829)</u>
Total Primary Government Net Position	<u>\$ 110,385,524</u>	<u>\$ 55,109,520</u>	<u>\$ 9,935,188</u>	<u>\$ 57,705,743</u>	<u>\$ 56,674,253</u>

Source of Information: Statement of Net Position - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 3
Page 1 of 2

	2022	2021	2020	2019	2018
Revenues					
Local Sources:					
Property taxes	\$ 608,691,174	\$ 593,068,396	\$ 567,444,978	\$ 546,066,123	\$ 507,528,734
Interest	3,159,053	722,927	7,023,808	15,806,952	8,700,838
Other	19,303,575	13,043,265	27,483,341	31,850,499	28,262,439
State sources	64,205,946	74,189,142	75,480,983	76,059,153	65,613,324
Federal sources	77,527,738	70,844,783	39,092,632	40,959,703	36,157,007
Total Revenues	772,887,486	751,868,513	716,525,742	710,742,430	646,262,342
Expenditures					
Instruction	333,610,543	327,263,009	310,547,376	303,649,316	312,412,894
Instructional resources & media services	6,284,409	6,557,390	6,377,153	6,544,767	6,789,731
Curriculum and instructional staff development	5,171,625	4,564,936	4,268,417	4,207,237	4,003,792
Instructional leadership	11,635,846	12,094,653	10,917,577	11,241,986	10,205,040
School leadership	34,917,653	33,892,015	32,683,567	31,611,043	32,961,571
Guidance and counseling	27,789,445	24,947,252	24,558,972	22,881,844	22,639,530
Social work services	628,571	373,315	303,997	483,684	325,302
Health services	6,537,807	7,049,847	5,573,958	5,520,732	5,745,209
Pupil transportation	14,663,488	13,587,775	40,648,828	15,282,564	15,622,299
Food services	21,985,687	17,647,253	19,864,060	21,980,594	22,614,186
Co-curricular activities	12,702,067	10,662,342	10,884,619	11,792,522	11,845,476
General administration	12,441,371	11,437,294	10,492,209	9,798,559	9,851,174
Plant maintenance and operations	45,528,841	43,273,366	40,690,809	40,800,460	40,998,369
Security and monitoring	3,677,501	3,865,455	3,355,547	2,547,394	2,128,030
Data processing services	13,404,874	13,132,193	11,741,904	11,364,512	11,022,216
Community services	5,721,561	5,232,305	6,546,883	7,053,470	6,678,475
Debt service:					
Principal	86,486,435	89,000,233	96,021,916	83,545,665	75,278,486
Interest	67,626,260	66,283,947	93,336,689	59,570,263	65,939,456
Debt issuance costs and fees	39,026,635	-	-	-	-
Other facility costs	70,379,946	170,170,528	227,756,702	163,334,230	59,669,880
Intergovernmental charges	48,843,208	54,346,721	18,142,147	33,274,076	3,055,240
Total Expenditures	869,063,773	915,381,829	974,713,330	846,484,918	719,786,356
Other Financing Sources (Uses)					
Refunding bonds issued	-	52,055,000	25,840,000	-	70,070,000
Issuance of debt	-	-	236,675,000	109,765,000	117,210,000
Sale of real & personal property	101,284	1,057,053	60,452	1,814,217	88,436
Proceeds from capital leases	158,738	-	-	-	-
Transfers in	819	2,325	22,468,596	11,122	46,574
Premium on issuance of bonds	-	5,672,637	54,925,800	16,106,114	19,306,432
Special Item	24,233,000	-	26,748,687	-	11,398,763
Transfers out	(819)	(2,325)	(22,468,596)	(11,122)	(546,574)
Payments to refunded bond escrow agent	-	(57,147,718)	-	-	(80,032,053)
Total Other Financing Sources (Uses)	24,493,022	1,636,972	344,249,939	127,685,331	137,541,578
Net changes in fund balances	\$ (71,683,265)	\$ (161,876,344)	\$ 86,062,351	\$ (8,057,157)	\$ 64,017,564
Debt service as a percentage of noncapital expenditures (1)	19.25%	20.44%	25.77%	17.63%	20.61%

Sources of Information: Statement of Revenues, Expenditures and Changes in Fund Balance - Audited financial reports

(1) In calculating the ratio of total debt service expenditures to non capital expenditures, governmental fund expenditures for the facilities acquisition and construction of assets that are classified as capital assets for reporting in the government-wide financial statements are subtracted from the total governmental fund expenditures (Exhibit C-3).

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 3
Page 2 of 2

	2017	2016	2015	2014	2013
Revenues					
Local Sources:					
Property taxes	\$ 466,471,035	\$ 434,278,996	\$ 403,777,757	\$ 372,025,114	\$ 345,080,200
Interest	2,658,144	1,312,563	690,168	522,573	680,877
Other	27,560,287	26,734,700	27,270,605	27,987,700	23,657,390
State sources	97,575,055	122,591,398	132,939,729	127,962,753	119,133,244
Federal sources	34,264,196	34,105,509	32,334,372	29,331,524	34,392,821
Total Revenues	628,528,717	619,023,166	597,012,631	557,829,664	522,944,532
Expenditures					
Instruction	292,762,516	290,892,613	289,020,123	270,076,377	263,224,433
Instructional resources & media services	6,446,460	6,409,791	6,229,867	5,927,045	5,696,271
Curriculum and instructional staff development	3,959,032	4,743,697	4,491,952	4,425,938	4,393,504
Instructional leadership	9,365,241	8,554,377	7,775,561	7,418,580	7,002,442
School leadership	30,421,022	29,878,678	28,691,997	26,778,497	25,917,503
Guidance and counseling	20,236,423	20,244,236	19,426,585	17,916,846	17,393,047
Social work services	95,657	103,140	94,511	98,206	100,690
Health services	5,275,914	5,267,508	5,113,997	4,834,968	4,750,918
Pupil transportation	13,788,546	14,241,939	9,851,826	9,775,804	10,193,698
Food services	20,804,655	21,032,612	21,359,940	19,831,230	19,387,635
Co-curricular activities	11,969,045	11,495,541	11,041,868	10,423,856	9,886,996
General administration	9,699,544	9,285,325	8,787,789	8,535,860	8,539,387
Plant maintenance and operations	39,615,343	39,474,336	39,945,841	54,542,532	46,339,019
Security and monitoring	2,148,795	1,943,947	1,589,036	1,227,343	901,930
Data processing services	9,700,756	9,912,375	8,335,665	8,217,909	7,778,867
Community services	6,337,872	6,000,955	5,671,914	4,664,475	4,495,334
Debt service:					
Principal	60,108,857	55,804,877	48,017,266	52,472,420	52,584,938
Interest	57,479,032	196,737,871	71,425,499	56,679,027	46,508,534
Debt issuance costs and fees	-	-	-	-	-
Other facility costs	11,615,220	25,232,212	63,241,501	109,475,852	128,529,634
Intergovernmental charges	3,023,152	2,966,199	2,948,725	2,983,091	3,032,478
Total Expenditures	614,853,082	760,222,229	653,061,463	676,305,856	666,657,258
Other Financing Sources (Uses)					
Refunding bonds issued	68,850,000	334,565,000	118,570,737	-	68,060,000
Issuance of debt	193,950,000	-	96,330,000	67,435,000	112,275,000
Sale of real & personal property	876,204	100,250	84,458	180,002	86,156
Proceeds from capital leases	-	-	2,614,500	-	-
Transfers in	-	-	-	-	-
Premium on issuance of bonds	21,629,806	59,917,550	36,131,863	3,167,402	15,273,545
Special Item	-	-	-	-	-
Transfers out	-	-	-	-	-
Payments to refunded bond escrow agent	(79,527,330)	(270,714,408)	(148,763,590)	-	(79,716,841)
Total Other Financing Sources (Uses)	205,778,680	123,868,392	104,967,968	70,782,404	115,977,860
Net changes in fund balances	\$ 219,454,315	\$ (17,330,671)	\$ 48,919,136	\$ (47,693,788)	\$ (27,734,866)
Debt service as a percentage of noncapital expenditures (1)	19.42%	33.99%	19.51%	18.80%	17.47%

Sources of Information: Statement of Revenues, Expenditures and Changes in Fund Balance - Audited financial reports

(1) In calculating the ratio of total debt service expenditures to non capital expenditures, governmental fund expenditures for the facilities acquisition and construction of assets that are classified as capital assets for reporting in the government-wide financial statements are subtracted from the total governmental fund expenditures (Exhibit C-3).

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 4
Page 1 of 2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund:					
Nonspendable	\$ 605,247	\$ 346,826	\$ 786,265	\$ 289,020	\$ 3,417,864
Committed	-	-	-	-	118,368,241
Assigned	134,837,091	132,414,318	126,679,867	122,172,800	-
Unassigned	14,568,782	38,002,706	53,687,929	42,044,244	32,102,333
Total General Fund	<u>\$ 150,011,120</u>	<u>\$ 170,763,850</u>	<u>\$ 181,154,061</u>	<u>\$ 164,506,064</u>	<u>\$ 153,888,438</u>
All Other Governmental Funds:					
Nonspendable	\$ 191,852	\$ 529,456	\$ 620,102	\$ -	\$ -
Restricted	208,028,567	258,774,294	410,206,893	341,375,529	360,614,441
Committed	5,954,680	5,954,680	5,954,680	5,954,680	5,290,551
Unassigned	-	-	(37,112)	-	-
Total All Other Governmental Funds	<u>\$ 214,175,099</u>	<u>\$ 265,258,430</u>	<u>\$ 416,744,563</u>	<u>\$ 347,330,209</u>	<u>\$ 365,904,992</u>
Total Governmental Funds	<u>\$ 364,186,219</u>	<u>\$ 436,022,280</u>	<u>\$ 597,898,624</u>	<u>\$ 511,836,273</u>	<u>\$ 519,793,430</u>

Sources of Information: Balance Sheet Governmental Funds.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 4
Page 2 of 2

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Nonspendable	\$ 2,021,399	\$ 534,034	\$ 193,789	\$ 173,544	\$ 211,097
Committed	107,997,995	45,000,000	45,000,000	45,000,000	45,000,000
Assigned	-	-	-	-	-
Unassigned	59,327,468	113,137,059	110,175,121	99,372,254	96,179,411
Total General Fund	<u>\$ 169,346,862</u>	<u>\$ 158,671,093</u>	<u>\$ 155,368,910</u>	<u>\$ 144,545,798</u>	<u>\$ 141,390,508</u>
All Other Governmental Funds:					
Nonspendable	\$ 633,720	\$ 491,382	\$ 444,316	\$ 506,750	\$ 423,110
Restricted	280,627,437	71,748,772	92,563,591	55,076,189	106,983,623
Committed	5,267,847	5,510,304	5,375,405	4,704,349	3,729,633
Unassigned	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 286,529,004</u>	<u>\$ 77,750,458</u>	<u>\$ 98,383,312</u>	<u>\$ 60,287,288</u>	<u>\$ 111,136,366</u>
Total Governmental Funds	<u>\$ 455,875,866</u>	<u>\$ 236,421,551</u>	<u>\$ 253,752,222</u>	<u>\$ 204,833,086</u>	<u>\$ 252,526,874</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS (Unaudited)
Last Ten Fiscal Years

Table 5

Tax Levy Year	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent years and cumulative adjustments (2)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 342,977,539	\$ 341,587,684	99.59%	\$ 1,037,110	\$ 342,624,794	99.90%
2013	366,719,733	364,936,168	99.51%	1,309,846	366,246,014	99.87%
2014	399,044,450	397,463,331	99.60%	1,306,414	398,769,745	99.93%
2015	429,633,657	427,989,227	99.62%	1,046,216	429,035,443	99.86%
2016	461,617,608	459,698,348	99.58%	1,376,934	461,075,282	99.88%
2017	503,495,606	501,779,116	99.66%	1,143,143	502,922,259	99.89%
2018	545,083,280	542,605,064	99.55%	1,817,515	544,422,579	99.88%
2019	563,318,453	560,730,407	99.54%	1,501,076	562,231,483	99.81%
2020	595,452,918	591,767,395	99.38%	-	591,767,395	99.38%
2021	608,993,623	605,675,652	99.46%	-	605,675,652	99.46%

(1) Current year original tax levy net of supplements and adjustments in current tax year.

(2) Collections in subsequent years are net of supplements and adjustments in subsequent years.

Source: Denton County Tax Office

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF TAX RATE DISTRIBUTION PER \$100 VALUATION (Unaudited)
Last Ten Fiscal Years

Table 6

<u>Fiscal Year Ended</u> <u>August 31:</u>	<u>Maintenance</u>	<u>Debt Service</u>	<u>Total</u>
2013	\$ 1.0400	\$ 0.4130	\$ 1.4530
2014	1.0400	0.4370	1.4770
2015	1.0400	0.4370	1.4770
2016	1.0400	0.4367	1.4767
2017	1.0400	0.3800	1.4200
2018	1.0400	0.3675	1.4075
2019	1.0400	0.3675	1.4075
2020	0.9700	0.3675	1.3375
2021	0.9664	0.3809	1.3473
2022	0.9276	0.3809	1.3085

Sources of Information: Lewisville ISD Budget Department.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY (Unaudited)
Last Ten Fiscal Years

Table 7
Page 1 of 2

Fiscal Year Ended August 31:	Residential	Lots, Tracts & Acreage	Commercial and Industrial	Utilities
2013	\$ 17,741,329,368	\$ 615,219,945	\$ 6,090,480,644	\$ 312,951,363
2014	18,548,727,555	742,518,427	6,590,626,517	329,230,943
2015	20,425,373,990	806,758,828	7,135,118,877	266,654,560
2016	22,384,150,211	905,141,332	8,019,884,896	352,939,887
2017	24,373,415,494	806,888,779	8,620,881,936	312,785,425
2018	26,618,788,863	855,310,957	9,644,070,536	405,248,000
2019	29,226,134,745	841,530,062	10,300,282,201	412,300,368
2020	31,710,433,257	795,941,134	11,969,748,804	457,965,124
2021	36,548,888,593	768,935,544	11,274,250,857	536,141,966
2022	41,159,311,338	968,225,944	14,085,097,224	538,642,860

Sources of Information: Denton Central Appraisal District (DCAD), Tarrant Appraisal District (TAD), and Denton County Tax Office

Note: Property is assessed at market value. Properties are assessed every year. Tax rates are per \$100 of assessed value.

* Includes gains from supplemental corrections to DCAD certified values which DCAD could not identify by category.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY (Unaudited)
Last Ten Fiscal Years

Table 7
Page 2 of 2

Fiscal Year Ended August 31:	Other	Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate
2013	\$ 1,069,775,943	\$ 2,783,209,167 *	\$ 23,046,550,109	\$ 1.453
2014	1,162,690,402	2,942,806,648	24,430,989,210	1.477
2015	1,339,242,138	3,274,525,004	26,698,625,404	1.477
2016	1,462,776,051	4,031,310,138	29,093,584,255	1.477
2017	1,745,292,073	3,350,981,453	32,508,284,271	1.420
2018	1,736,472,590	3,487,556,594	35,772,336,370	1.408
2019	1,876,653,925	3,929,847,660	38,727,053,641	1.408
2020	2,072,499,817	5,644,835,740	41,361,752,396	1.338
2021	2,308,313,844	7,511,393,304	43,925,137,500	1.347
2022	2,821,461,691	7,713,304,595	51,859,434,462	1.309

Sources of Information: Denton Central Appraisal District (DCAD), Tarrant Appraisal District (TAD), and Denton County Tax Office

Note: Property is assessed at market value. Properties are assessed every year. Tax rates are per \$100 of assessed value.

* Includes gains from supplemental corrections to DCAD certified values which DCAD could not identify by category.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (Unaudited)
Last Ten Fiscal Years

Table 8
Page 1 of 2

	2022	2021	2020	2019	2018
City of Carrollton	\$ 0.58250	\$ 0.58750	\$ 0.58997	\$ 0.59497	\$ 0.59970
City of Coppell	0.58000	0.58000	0.58400	0.56950	0.57950
Town of Copper Canyon	0.27751	0.29751	0.29751	0.29751	0.29751
Denton County	0.23309	0.22499	0.22528	0.22557	0.23781
Denton County FWSD#1-B	0.63000	0.63000	0.63000	0.63000	0.69000
Denton County FWSD#1-C	0.78000	0.78000	0.78000	0.84000	0.90000
Denton County FWSD#1-D	0.42690	0.44330	0.45000	0.51500	0.72000
Denton County FWSD#1-E	0.53000	0.58000	0.59000	0.62000	0.78000
Denton County FWSD#1-F	0.44330	0.46000	0.54000	0.67000	0.92000
Denton County FWSD#1-G	0.90480	0.95000	1.00000	1.00000	1.00000
Denton County FWSD#1-H	1.00000	1.00000	1.00000	1.00000	1.00000
Denton County LID#1	-	-	-	-	-
Denton County RUD#1	-	-	-	-	-
Town of Double Oak	0.22921	0.22921	0.23000	0.23000	0.23240
Town of Flower Mound	0.40500	0.43650	0.43650	0.43900	0.43900
City of Frisco	0.44660	0.44660	0.44660	0.44660	0.44660
City of Highland Village	0.56302	0.56302	0.56302	0.56302	0.56802
City of Lewisville	0.44330	0.44330	0.43301	0.43609	0.43609
City of Plano	0.44650	0.44820	0.44820	0.46030	0.46860
Tarrant County	0.22900	0.23400	0.23400	0.23400	0.24400
Tarrant County College District	0.22443	0.13017	0.13017	0.13607	0.14006
Tarrant County Hospital District	0.13017	0.22443	0.22443	0.22443	0.22443
City of The Colony	0.65000	0.65500	0.66000	0.66250	0.66500
Total	\$ 10.15533	\$ 10.34372	\$ 10.49269	\$ 10.79455	\$ 11.58872

<u>District Direct Rate:</u>					
Maintenance & Operations	0.9276	0.9664	0.9700	1.0400	1.0400
Debt Service	0.3809	0.3809	0.3675	0.3675	0.3675
Total District Direct Rates	1.3085	1.3473	1.3375	1.4075	1.4075

Sources of Information: Collin, Dallas, Denton, and Tarrant Appraisal Districts

Note: Tax rates are per \$100 of assessed value.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (Unaudited)
Last Ten Fiscal Years

Table 8
Page 2 of 2

	2017	2016	2015	2014	2013
City of Carrollton	\$ 0.60370	\$ 0.60370	\$ 0.61538	\$ 0.61788	\$ 0.61788
City of Coppell	0.59750	0.57950	0.60649	0.63750	0.67046
Town of Copper Canyon	0.29751	0.29751	0.29751	0.29751	0.30171
Denton County	0.24841	0.24841	0.27220	0.28491	0.28287
Denton County FWSD#1-B	0.74250	0.74250	0.84000	0.88000	0.88000
Denton County FWSD#1-C	0.90000	0.90000	0.90000	0.90000	-
Denton County FWSD#1-D	0.84000	0.84000	0.86000	0.90000	0.90000
Denton County FWSD#1-E	0.83000	0.83000	0.90000	0.90000	0.90000
Denton County FWSD#1-F	0.98000	0.98000	1.00000	1.00000	1.00000
Denton County FWSD#1-G	1.00000	1.00000	1.00000	1.00000	-
Denton County FWSD#1-H	1.00000	1.00000	1.00000	-	-
Denton County LID#1	0.18400	0.18400	0.18500	0.18500	0.20700
Denton County RUD#1	-	-	-	-	0.01000
Town of Double Oak	0.23240	0.23240	0.22481	0.22481	0.22481
Town of Flower Mound	0.43900	0.43900	0.43900	0.44970	0.44970
City of Frisco	0.45000	0.45000	0.46000	0.46191	0.46191
City of Highland Village	0.56963	0.56963	0.56963	0.56963	0.56963
City of Lewisville	0.43609	0.43609	0.43609	0.44021	0.44021
City of Plano	0.47860	0.47860	0.48860	0.48860	0.48860
Tarrant County	0.25400	0.25400	0.26400	0.26400	0.26400
Tarrant County College District	0.14473	0.14473	0.14950	0.14950	0.14897
Tarrant County Hospital District	0.22790	0.22790	0.22790	0.22790	-
City of The Colony	0.66750	0.66750	0.67250	0.67750	0.68050
Total	\$ 12.12346	\$ 12.10547	\$ 12.40861	\$ 11.55656	\$ 9.49825
 District Direct Rate:					
Maintenance & Operations	1.0400	1.0400	1.0400	1.0400	1.0400
Debt Service	0.3800	0.4367	0.4370	0.4370	0.4130
Total District Direct Rates	1.4200	1.4767	1.4770	1.4770	1.4530

Sources of Information: Collin, Dallas, Denton, and Tarrant Appraisal Districts

Note: Tax rates are per \$100 of assessed value.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS (Unaudited)
Current Year and Nine Years Ago

Table 9

Principal Taxpayers	2022			2013		
	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
LMG Ventures LLC	\$ 217,018,695	1	0.45%	\$ -		0.00%
Toyota Motor North America Inc	187,570,767	2	0.39%	-		0.00%
BMF IV TX Chapel Hill LLC	160,000,000	3	0.33%	-		0.00%
Frankel, Edward B MD TR	117,400,000	4	0.25%	56,506,253	7	0.24%
DFW Lewisville Partners GP Etal	117,204,732	5	0.25%	-		0.00%
Realm CH 1A LLC & Realm CH 1B LLC	116,271,960	6	0.24%	-		0.00%
TXFM Inc.	110,000,000	7	0.23%	-		0.00%
Oncor Elec Delivery Co.	109,135,861	8	0.23%	59,792,420	5	0.26%
Sreit Castle Hills LLC	105,500,000	9	0.22%	53,636,885	10	0.23%
Sysco Food Services of Dallas LP	104,120,914	10	0.22%	-		0.00%
Total Ten Principal Taxpayers	\$ 1,344,222,929		2.36%	\$ 169,935,558		0.73%
Total Taxable Assessed Value	\$ 47,801,667,555			\$ 23,095,990,992		

Source of Information: 2021 Certified Top 10 Taxpayers Report from Denton Central Appraisal District

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT (Unaudited)
August 31, 2022

Table 10

Taxing Jurisdiction	Gross Bonded Debt *	Overlapping	
		Percent	Amount
Overlapping:			
City of Carrollton	\$ 184,710,000	37.97%	\$ 70,134,387
City of Coppell	109,060,000	2.02%	2,203,012
Town of Copper Canyon	1,805,000	70.57%	1,273,789
City of Dallas	1,952,170,416	0.00%	-
Denton County	559,930,000	37.60%	210,533,680
Denton County LID #1	5,690,000	94.15%	5,357,135
Town of Flower Mound	151,795,000	93.68%	142,201,556
City of Frisco	933,835,000	4.51%	42,115,959
City of Highland Village	39,440,000	100.00%	39,440,000
City of Lewisville	288,430,000	98.53%	284,190,079
City of Plano	551,980,000	3.23%	17,828,954
Tarrant County	404,360,000	0.15%	606,540
Tarrant Co College District	610,315,000	0.15%	915,473
Tarrant County Hospital District	12,825,000	0.15%	19,238
City of The Colony	127,565,000	82.79%	105,611,064
Total Estimated Overlapping Debt			922,430,866
Direct:			
Lewisville ISD			1,037,873,707
Total Direct and Overlapping Debt			\$ 1,960,304,573

Source of Information: Municipal Advisory Council of Texas

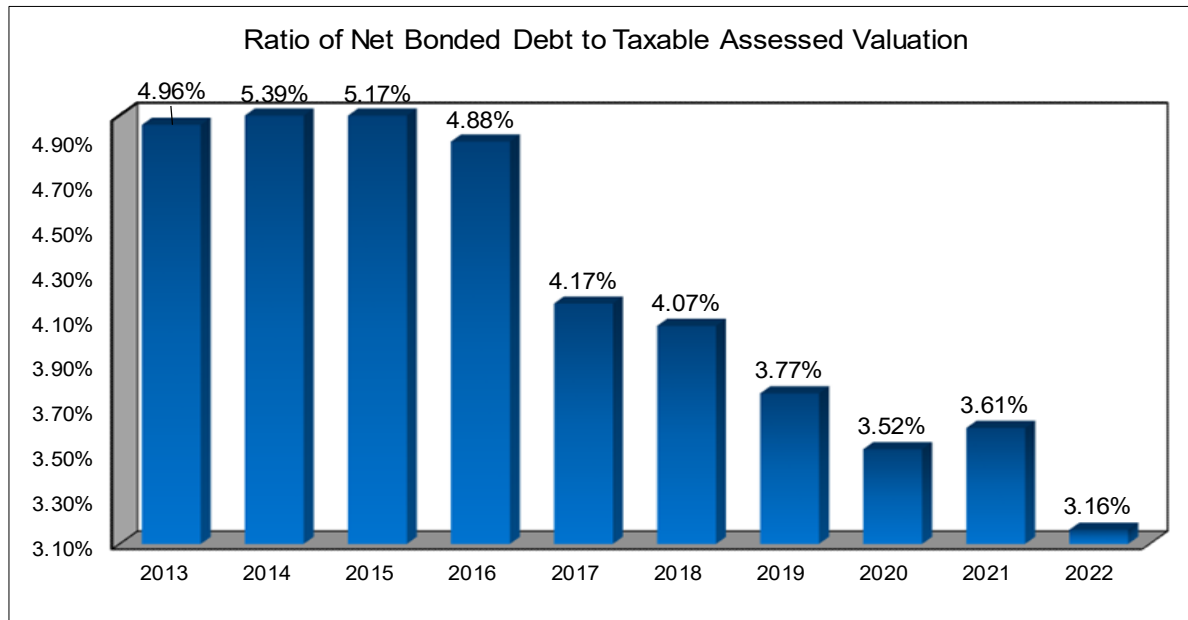
* Some debt may be supported by other revenues and thus be considered self-supporting debt. Using gross debt may overstate the actual amount of debt supported by ad valorem taxes.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of these overlapping governments that is borne by the residents and businesses of the District.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT
TO PERSONAL INCOME (Unaudited)
Last Ten Fiscal Years

Table 11
Page 1 of 2

Fiscal Year Ended August 31:	Taxable Assessed Value	Assessment Ratio	Total Bonded Debt Outstanding at Year End	Amounts Available for Retirement of Bonds	Net Bonded Debt Outstanding at Year End
2013	\$ 23,046,548,096	100%	\$ 1,256,272,880	\$ 14,676,604	\$ 1,241,596,276
2014	24,430,874,196	100%	1,269,178,364	6,205,159	1,262,973,205
2015	26,698,623,389	100%	1,309,320,999	5,109,954	1,304,211,045
2016	29,093,582,239	100%	1,240,974,968	28,876,110	1,212,098,858
2017	32,508,282,254	100%	1,365,057,248	42,980,807	1,322,076,441
2018	35,772,334,352	100%	1,387,749,924	39,917,275	1,347,832,649
2019	38,727,053,641	100%	1,408,404,617	45,151,937	1,363,252,680
2020	42,177,267,514	100%	1,571,032,794	46,557,030	1,524,475,764
2021	44,196,015,587	100%	1,460,173,788	62,223,485	1,397,950,303
2022	47,801,667,555	0%	1,308,341,530	49,238,615	1,259,102,915



Sources of Information: Lewisville ISD Audited Financial Statements, Municipal Advisory Council of Texas, Denton County, US Census Bureau

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT
TO PERSONAL INCOME (Unaudited)
Last Ten Fiscal Years

Table 11
Page 2 of 2

Fiscal Year Ended August 31:	Ratio Net Bonded Debt to Taxable Assessed Valuation	Estimated Population	Net Bonded Debt Per Capita	Taxable Assessed Valuation Per Capita
2013	5.39%	310,590	\$ 3,998	\$ 74,202
2014	5.17%	318,317	3,968	76,750
2015	4.88%	327,683	3,980	81,477
2016	4.17%	336,569	3,601	86,442
2017	4.07%	346,057	3,820	93,939
2018	3.77%	360,320	3,741	99,279
2019	3.52%	366,508	3,720	105,665
2020	3.61%	372,995	4,087	113,077
2021	3.16%	380,583	3,673	116,127
2022	2.63%	376,916	3,341	126,823

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 12
Page 1 of 2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 5,185,943,446	\$ 4,392,513,750	\$ 4,136,175,240	\$ 3,872,705,364	\$ 3,577,233,435
Total net debt applicable to limit	<u>1,259,102,915</u>	<u>1,397,950,303</u>	<u>1,524,475,764</u>	<u>1,363,252,680</u>	<u>1,347,832,649</u>
Legal debt margin	<u>\$ 3,926,840,531</u>	<u>\$ 2,994,563,447</u>	<u>\$ 2,611,699,476</u>	<u>\$ 2,509,452,684</u>	<u>\$ 2,229,400,786</u>
Total net debt applicable to the limit as a percentage of debt limit	24.28%	31.83%	36.86%	35.20%	37.68%
Total Appraised Valuation (1)	\$ 59,572,739,057				
Less - Exemptions and Reductions in Value (2)	<u>(7,713,304,595)</u>				
Total Appraised Valuation for School Tax Purpose	51,859,434,462				
Debt Limit Percentage	<u>10%</u>				
Legal Debt Limit	<u>5,185,943,446</u>				
Total Bonded Debt	1,308,341,530				
Less - Reserve for Retirement of Bonded Debt	<u>49,238,615</u>				
Net Bonded Debt Applicable to Debt Limit	<u>1,259,102,915</u>				
Legal Debt Margin	<u>\$ 3,926,840,531</u>				

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 12
Page 2 of 2

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 3,250,828,225	\$ 2,909,358,224	\$ 2,669,862,339	\$ 2,443,098,720	\$ 2,304,654,810
Total net debt applicable to limit	<u>1,322,076,441</u>	<u>1,212,098,858</u>	<u>1,306,167,120</u>	<u>1,262,973,205</u>	<u>1,241,596,276</u>
Legal debt margin	<u>\$ 1,928,751,784</u>	<u>\$ 1,697,259,366</u>	<u>\$ 1,363,695,219</u>	<u>\$ 1,180,125,515</u>	<u>\$ 1,063,058,534</u>
Total net debt applicable to the limit as a percentage of debt limit	45.44%	41.66%	48.92%	51.70%	53.87%

Source of Information: Denton Central Appraisal District.

Notes:

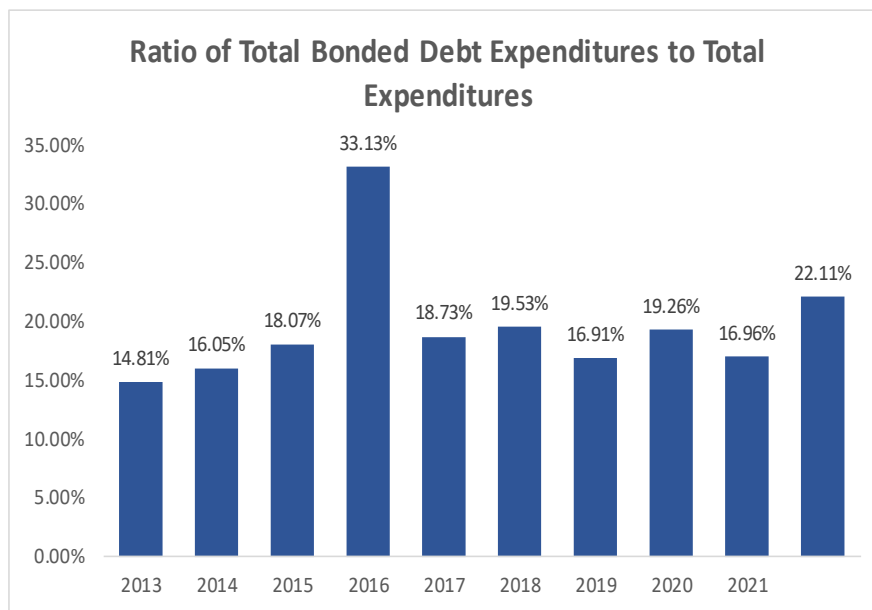
- (1) The 2021 tax year appraised value is used for fiscal year 2022 tax purposes.
- (2) Taxable value is adjusted by the following exemptions and reductions: State-mandated \$10,000 homestead exemptions: state-mandated \$10,000 homestead exemption for persons 65 years of age or older or disable; disabled veterans or deceased veterans' survivor(s) exemption; reduction of value due to agricultural valuation under Article VIII-d and the open space valuation under Article VIII 1-d-1 of the Texas Constitution; freeport exemptions; abatements; pollution control; prorated exempt property.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED
DEBT TO TOTAL EXPENDITURES (Unaudited)
Last Ten Fiscal Years

Table 13

Fiscal Year Ended August 31	Principal	Interest and Other Charges	Total Bonded Debt Expenditures	Total Expenditures	Ratio of Total Bonded Debt Expenditures To Total Expenditures
2013	\$ 52,584,938	\$ 46,143,831	\$ 98,728,769	\$ 666,657,258	14.81%
2014	52,472,420	56,083,212	108,555,632	676,305,856	16.05%
2015	47,358,841	70,624,513	117,983,354	653,061,463	18.07%
2016	55,146,452	196,737,871 (1)	251,884,323	760,222,229	33.13%
2017	57,663,384	57,479,032	115,142,416	614,853,082	18.73%
2018	73,760,515	66,799,002	140,559,517	719,786,356	19.53%
2019	83,545,665	59,570,263	143,115,928	846,484,918	16.91%
2020	96,021,916	91,721,241	187,743,157	974,713,330	19.26%
2021	89,000,233	66,283,947	155,284,180	915,532,172	16.96%
2022	85,637,680	106,517,970	192,155,650	869,063,770	22.11%

(1) Included current refunding amount of \$128,751,517, from the Unlimited Tax Refunding Bonds, 2016A and 2016B issuance.



Sources of Information: Lewisville ISD Audited Financial Statements - Statement of Revenues, Expenditures, and Changes in Fund Balance - Debt Service Fund only.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
OUTSTANDING DEBT BY TYPE (Unaudited)
Last Ten Fiscal Years

Table 14

Governmental Activities					
Fiscal Year Ended August 31:	General Obligation Bonds	Capital Financing Agreements (Capital Leases)	Total Primary Government	Estimated Population	Ratio of Total Debt Per Capita
2013	\$ 1,256,272,880	\$ -	\$ 1,256,272,880	310,590	\$ 4,045
2014	1,269,178,364	-	1,269,178,364	318,317	3,987
2015	1,309,320,999	1,959,075	1,311,280,074	327,683	4,002
2016	1,240,974,968	1,307,235	1,242,282,203	336,569	3,691
2017	1,365,057,248	655,215	1,365,712,463	346,057	3,946
2018	1,387,749,924	655,215	1,388,405,139	360,320	3,853
2019	1,408,404,617	-	1,408,404,617	366,508	3,843
2020	1,571,032,794	-	1,571,032,794	372,995	4,212
2021	1,460,173,788	-	1,460,173,788	380,583	3,837
2022	1,306,058,258	1,815,449	1,307,873,707	376,916	3,470



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PER STUDENT CALCULATIONS (GENERAL FUND ONLY)
BASED ON REVENUES AND EXPENDITURES (Unaudited)
Last Three Fiscal Years

Table 15

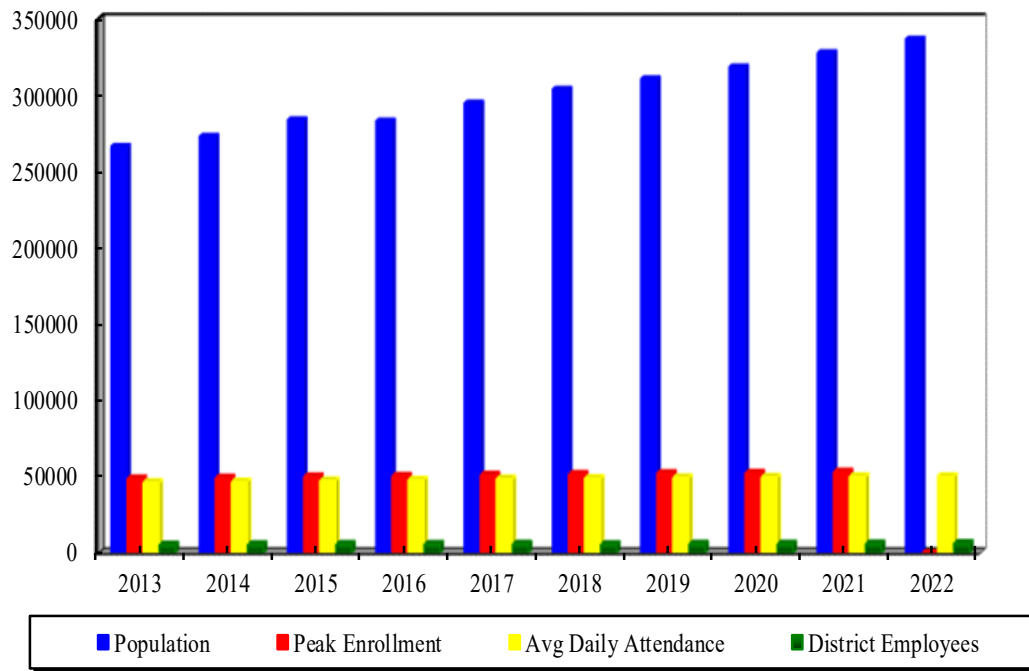
	<u>2022</u>	<u>2021</u>	<u>2020</u>
Beginning Fund Equity (9/1)	\$ 170,611,054	\$ 181,154,061	\$ 164,506,064
Revenues:			
From Ad Valorem Tax	431,675,655	425,546,088	411,640,279
% of Total Revenue	83.26%	81.97%	82.18%
From State and Federal Funds	73,682,682	86,139,276	75,805,785
% of Total Revenue	14.21%	16.59%	15.13%
From Other Local Sources	13,130,884	7,444,972	13,457,487
% of Total Revenue	<u>2.53%</u>	<u>1.43%</u>	<u>2.69%</u>
Total Revenues	518,489,221	518,977,540	500,903,551
Total Expenditures	539,348,355	529,657,275	506,719,469
Net Transfers and Other Increases (Decreases) to Fund Equity	<u>259,200</u>	<u>136,728</u>	<u>22,463,915</u>
Ending Fund Equity (8/31)	<u>\$ 150,011,120</u>	<u>\$ 170,611,054</u>	<u>\$ 181,154,061</u>
Per Student Calculations:			
Assessed Valuation Per Student	\$ 1,036,216	\$ 964,305	\$ 870,999
Ad Valorem Tax Revenues Per Student	\$ 9,358	\$ 9,285	\$ 8,501
State and Federal Funds Per Student	1,597	1,879	1,565
Other Local Sources Per Student	285	162	278
Total Revenues Per Student	<u>\$ 11,239</u>	<u>\$ 11,327</u>	<u>\$ 10,344</u>
Total Expenditures Per Student	\$ 11,692	\$ 11,556	\$ 10,464
Average Daily Attendance	46,131	45,832	48,424

Source of Information: Lewisville ISD Audited Financial Statements, Texas Education Agency

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC DATA AND ECONOMIC STATISTICS (Unaudited)
Last Ten Fiscal Years

Table 16
Page 1 of 2

Fiscal Year Ended August 31	Estimated Population	Peak Enrollment	Average Daily Attendance	District Employees
2013	310,590	52,406	49,612	6,172
2014	318,317	52,677	49,898	6,212
2015	327,683	53,393	50,373	6,270
2016	336,569	53,412	50,490	6,572
2017	346,057	53,363	50,144	6,361
2018	360,320	52,421	49,228	6,439
2019	366,508	52,069	48,946	6,527
2020	372,995	51,819	48,424	6,319
2021	380,583	46,347	45,832	6,373
2022	376,916	52,301	46,131	6,381



Source of Information: Lewisville ISD Budget and Student Services Departments, Texas Education Agency, Texas Workforce Commission

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC DATA AND ECONOMIC STATISTICS (Unaudited)
Last Ten Fiscal Years

Table 16
Page 2 of 2

Fiscal Year Ended August 31	Personal Income (000)*	Per Capita Personal Income*	Unemployment Rate*
2013	\$ 33,237,063	\$ 45,605	5.3
2014	36,361,690	48,174	4.5
2015	39,117,830	50,112	3.6
2016	43,310,927	53,631	3.4
2017	46,186,289	55,336	3.4
2018	50,480,787	58,825	3.2
2019	53,801,166	60,535	3.2
2020	58,177,494	63,283	6.4
2021	(A)	(A)	4.4
2022	(A)	(A)	3.21 (B)

* Denton County statistics

(A) Not available at time of publication.

(B) Average thru September 2017.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

PRINCIPAL EMPLOYERS (Unaudited)

Current Year and Nine Years Ago

Table 17

Principal Employer	2022			2013		
	Employees	Rank	Percentage of Total Employment *	Employees	Rank	Percentage of Total Employment *
Lewisville ISD	6,381	1	1.19%	6,172	1	1.63%
Nebraska Furniture Mart	2,000	2	0.28%	1,587	5	0.42%
Wal-Mart (All District Locations)	1,500	3	0.37%	-		0.00%
Xerox Corp	823	4	0.15%	755	9	0.20%
Mary Kay Cosmetics	800	5	0.15%	-		0.00%
Medical Center Lewisville	762	6	0.14%	800	8	0.21%
TIAA Financial Services	600	7	0.11%	-		0.00%
Med Fusion	583	8	0.11%	-		0.00%
Bed Bath & Beyond Distribution	565	9	0.11%	-		0.00%
Sysco North Texas	563	10	0.11%	-		0.00%
Total	<u>14,577</u>		<u>2.73%</u>	<u>9,314</u>		<u>2.46%</u>

Sources of Information: LISD Budget Department, Denton County, various municipalities, and individual employers

* Based on Denton County Total Employment.

Note: LISD Employees as of 2022 is all budgeted positions.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT*Table 18***EXPENDITURES, AVERAGE DAILY ATTENDANCE, AND PER PUPIL COSTS (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended August 31:	Expenditures	Average Daily Attendance	Per Pupil Costs	Student to Teacher Ratio	Percentage of Students in Free/Reduced Lunch Program
2013	\$ 421,781,594	49,612	\$ 8,502	14.0	32.44%
2014	435,173,420	49,898	8,721	14.3	33.62%
2015	460,111,994	50,373	9,134	14.3	33.83%
2016	473,460,615	50,490	9,377	14.1	36.03%
2017	476,268,891	50,144	9,498	13.8	36.03%
2018	509,016,841	49,228	10,340	14.0	38.29%
2019	499,707,214	48,946	10,209	14.2	38.71%
2020	532,835,252	48,424	11,004	14.5	36.22%
2021	530,348,095	45,832	11,572	13.4	33.73%
2022	539,348,358	46,131	11,692	13.1	37.79%

Sources of Information: Lewisville ISD Audited Financial Statements, Texas Education Agency

Expenditures include Governmental expenditures for General and Special Revenue Funds of the District, excluding Debt Service, Facilities Acquisition, Community Services, and Intergovernmental Services between public schools.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION (Unaudited)
Last Ten Fiscal Years

Table 19
Page 1 of 2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Function					
Instruction	4,601.46	4,538.94	4,430.86	4,514.80	4,582.95
Instructional resources & media services	61.54	59.21	64.00	65.00	52.98
Curriculum and instructional staff development	7.52	8.00	8.00	8.00	9.00
Instructional leadership	1.74	2.00	2.43	2.00	1.79
School leadership	542.46	545.70	544.79	544.00	544.95
Guidance and counseling	267.45	257.24	256.84	245.20	213.78
Social work services	8.66	5.17	4.52	3.70	1.66
Health services	69.88	71.30	69.37	70.30	70.66
Food services	279.14	323.10	372.71	429.00	408.77
Co-curricular activities	13.57	11.10	14.05	14.30	13.28
General administration	224.00	216.41	213.71	214.30	203.19
Plant maintenance and operations	113.40	112.09	117.95	127.00	116.96
Security and monitoring	19.83	22.25	18.68	17.80	16.94
Data processing services	61.93	68.33	65.25	71.00	69.60
Community services	108.79	121.66	130.42	196.00	129.24
Facilities acquisition and construction	-	10.00	5.00	5.00	3.00
Total Employees	<u>6,381.37</u>	<u>6,372.50</u>	<u>6,318.58</u>	<u>6,527.40</u>	<u>6,438.75</u>

Sources: Lewisville ISD Department of Accounting and Budgeting

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION (Unaudited)
Last Ten Fiscal Years

Table 19
Page 2 of 2

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Function					
Instruction	4,432.88	4,487.65	4,354.22	4,350.31	4,362.70
Instructional resources & media services	92.50	104.00	102.00	101.00	88.00
Curriculum and instructional staff development	16.00	41.00	26.00	26.00	21.00
Instructional leadership	108.00	89.00	127.50	93.00	82.50
School leadership	501.50	506.50	480.00	473.00	462.00
Guidance and counseling	267.13	265.00	255.00	251.00	246.00
Social work services	1.50	98.50	1.50	1.50	1.50
Health services	85.50	83.50	84.50	82.50	81.50
Food services	355.30	385.50	349.55	349.55	349.60
Co-curricular activities	15.00	17.00	17.00	16.00	15.00
General administration	95.00	97.50	92.50	92.50	90.50
Plant maintenance and operations	117.34	124.00	127.12	127.12	124.10
Security and monitoring	17.00	10.00	2.00	1.00	-
Data processing services	113.00	115.00	108.00	109.00	111.00
Community services	140.00	144.13	139.12	134.12	132.60
Facilities acquisition and construction	3.00	4.00	4.00	4.00	4.00
Total Employees	<u>6,360.65</u>	<u>6,572.28</u>	<u>6,270.01</u>	<u>6,211.60</u>	<u>6,172.00</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY AND EDUCATION (Unaudited)
Last Ten Fiscal Years

Table 20
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Fiscal Year	Teacher Salary Range							
	Beginning		1-5 Years		6-10 Years		11-20 Years	
	Salary	Employees	Salary	Employees	Salary	Employees	Salary	Employees
2013	\$ 44,115	180	\$ 46,992	801	\$ 48,867	869	\$ 52,134	1,259
2014	46,570	150	49,082	792	49,834	859	52,854	1,289
2015	49,410	141	50,277	822	51,393	846	54,317	1,292
2016	47,231	159	51,495	866	52,701	795	55,323	1,333
2017	48,429	154	51,766	888	53,929	824	56,882	1,313
2018	50,733	122	53,697	911	55,648	759	58,172	1,268
2019	47,367	107	54,494	862	56,537	754	58,868	1,244
2020	50,284	100	55,965	831	58,120	743	60,509	1,200
2021	51,853	164	56,010	795	58,621	791	61,268	1,203
2022	41,441	259	57,592	763	60,372	784	63,794	1,193

Sources: Lewisville ISD PEIMS Report Data, Texas Education Agency

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY AND EDUCATION (Unaudited)
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Fiscal Year	Teacher Salary Range		District Average Salary	Statewide Average Salary	Teacher Education			
	Over 20 Years Salary	Employees			No Degree	Bachelor's Degree	Master's Degree	Doctorate
2013	\$ 62,654	650	\$ 51,717	\$ 48,821	64	2,762	912	22
2014	63,041	615	52,786	49,692	57	2,725	903	21
2015	63,802	634	54,191	50,715	42	2,652	913	27
2016	64,130	645	55,056	51,892	37	2,740	989	31
2017	64,642	666	56,073	52,525	39	2,754	1,020	33
2018	65,317	686	57,639	53,334	17	2,665	1,025	38
2019	65,357	701	58,267	54,122	12	2,628	995	32
2020	66,503	732	59,902	57,091	14	2,576	987	28
2021	67,242	740	60,349	57,641	22	2,622	1,023	25
2022	68,233	754	61,171	61,176	73	2,621	1,028	31

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	Campus Size (acres)	Grades	2022	2021	2020	2019
High Schools:						
Technology, Exploration & Career Center						
East (TECC-E) (2010)	9.22	10-12				
Square Feet			95,168	95,168	95,168	95,168
Enrollment			n/a	n/a	n/a	n/a
Technology, Exploration & Career Center	14.00	10-12				
West (TECC-W) (2020)			132,971	132,971	-	-
Square Feet			n/a	n/a	n/a	n/a
Dale Jackson Career Center (1985)	12.01	10-12				
Square Feet			-	-	55,331	55,331
Enrollment			n/a	n/a	n/a	n/a
Flower Mound 9th Grade Campus (2014)	2.60	9				
Square Feet			115,261	115,261	115,261	115,261
Enrollment			840	909	898	959
Flower Mound High (1999)	59.60	10-12				
Square Feet			525,871	525,871	525,871	525,871
Enrollment			2,762	2,778	2,751	2,656
Hebron 9th Grade Campus (2010)	11.00	9				
Square Feet			179,248	179,248	179,248	179,248
Enrollment			961	868	970	908
Hebron High (1999)	72.15	10-12				
Square Feet			597,705	597,705	475,135	475,135
Enrollment			2,694	2,778	2,787	2,756
Lewisville High Schools		9-12				
Total Enrollment			4,286	4,357	4,467	4,479
Lewisville High (1968)/(2012)**	41.00	11-12				
Square Feet			446,050	446,050	436,572	436,572
Enrollment			2,020	2,098	2,147	2,144
LHS-North (1977)*	15.45	9				
Square Feet			-	-	-	-
Enrollment			-	-	-	-
LHS Harmon 9th/10th Grade Campus (2011)	63.82	9-10				
Square Feet			212,748	212,748	212,748	212,748
Enrollment			1,243	1,246	1,285	1,330
LHS Killough 9th/10th Grade Campus (2005)	18.00	9-10				
Square Feet			175,658	175,658	175,658	175,658
Enrollment			1,018	1,013	1,035	1,005
Lewisville Learning Center (2001)	11.29	6-12				
Square Feet			61,203	61,203	61,203	61,203
Enrollment			274	235	233	217
Marcus 9th Grade Campus (2014)	2.50	9				
Square Feet			109,046	109,046	109,046	109,046
Enrollment			747	774	773	748
Marcus High (1981)	43.64	10-12				
Square Feet			642,467	642,467	642,467	642,467
Enrollment			2,280	2,288	2,321	2,448
The Colony High (1986)	45.98	9-12				
Square Feet			475,330	475,330	473,311	473,311
Enrollment			2,023	2,038	2,022	2,028

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
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School	2018	2017	2016	2015	2014	2013
High Schools:						
Technology, Exploration & Career Center East (TECC-E) (2010)						
Square Feet	95,168	95,168	95,168	95,168	95,168	95,168
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Technology, Exploration & Career Center West (TECC-W) (2020)						
Square Feet	-	-	-	-	-	-
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Dale Jackson Career Center (1985)						
Square Feet	55,331	55,331	55,331	55,331	55,331	55,331
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Flower Mound 9th Grade Campus (2014)						
Square Feet	115,261	115,261	115,261	115,261	115,261	-
Enrollment	890	870	950	950	-	-
Flower Mound High (1999)						
Square Feet	525,871	525,871	517,312	517,312	517,312	408,080
Enrollment	2,726	2,709	2,550	2,550	3,309	3,257
Hebron 9th Grade Campus (2010)						
Square Feet	179,248	179,248	179,248	179,248	179,248	179,248
Enrollment	891	985	897	897	886	862
Hebron High (1999)						
Square Feet	475,135	475,135	442,827	442,827	442,827	409,185
Enrollment	2,692	2,633	2,458	2,458	2,346	2,226
Lewisville High Schools						
Total Enrollment	4,561	4,434	4,377	4,157	3,980	3,815
Lewisville High (1968)/(2012)**						
Square Feet	436,572	436,572	422,731	422,731	416,039	360,822
Enrollment	2,178	2,056	1,987	1,987	1,845	1,818
LHS-North (1977)*						
Square Feet	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
LHS Harmon 9th/10th Grade Campus(2011)						
Square Feet	212,748	212,748	212,748	212,748	212,748	212,748
Enrollment	1,023	1,314	1,205	1,205	1,155	1,061
LHS Killough 9th/10th Grade Campus (2005)						
Square Feet	175,658	175,658	175,658	175,658	175,658	175,658
Enrollment	1,360	1,064	965	965	980	936
Lewisville Learning Center (2001)						
Square Feet	61,203	61,203	61,203	61,203	61,203	61,203
Enrollment	171	236	229	229	210	209
Marcus 9th Grade Campus (2014)						
Square Feet	109,046	109,046	109,046	109,046	109,046	-
Enrollment	801	824	835	835	-	-
Marcus High (1981)						
Square Feet	624,467	624,467	608,317	608,317	608,317	474,173
Enrollment	2,473	2,513	2,439	2,439	3,235	3,224
The Colony High (1986)						
Square Feet	473,311	473,311	454,802	454,802	461,177	427,251
Enrollment	2,052	2,089	1,987	1,987	1,978	1,955

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
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School	Campus Size (acres)	Grades	2022	2021	2020	2019
Middle Schools:						
Arbor Creek Middle (1994)	14.00	6-8				
Square Feet			124,458	124,458	121,430	121,430
Enrollment			867	868	837	825
Briarhill Middle (1995)	12.00	6-8				
Square Feet			124,700	124,700	121,173	121,173
Enrollment			823	843	861	870
Creek Valley Middle (2001)	19.64	6-8				
Square Feet			125,006	125,006	125,006	125,006
Enrollment			640	658	716	702
DeLay Middle (1949)*	17.74	6-8				
Square Feet			92,456	92,456	92,456	92,456
Enrollment			n/a	n/a	n/a	n/a
DeLay Middle (2010)	18.35	6-8				
Square Feet			181,485	181,485	179,733	179,733
Enrollment			941	1,022	1,039	1,016
Downing Middle (2002)	15.47	6-8				
Square Feet			127,760	127,760	125,310	125,310
Enrollment			481	500	477	507
Durham Middle (2002)	18.89	6-8				
Square Feet			125,040	125,040	125,040	125,040
Enrollment			747	739	810	855
Forestwood Middle (1994)	20.84	6-8				
Square Feet			142,965	142,965	142,965	142,965
Enrollment			872	895	910	911
Griffin Middle (1982)/(2014)**	16.80	6-8				
Square Feet			181,298	181,298	181,298	181,298
Enrollment			752	702	744	778
Hedrick Middle (1973) (2020)	14.21	6-8				
Square Feet			175,147	175,147	116,526	116,526
Enrollment			652	638	636	665
Huffines Middle (1997)	15.00	6-8				
Square Feet			124,286	124,286	122,076	122,076
Enrollment			731	797	814	833
Killian Middle (2007)	30.60	6-8				
Square Feet			179,581	179,581	179,581	179,581
Enrollment			1,033	1,102	995	996
Lakeview Middle (1989)	28.54	6-8				
Square Feet			130,570	130,570	130,570	130,570
Enrollment			468	566	637	709
Lamar Middle (1987)	20.00	6-8				
Square Feet			135,030	135,030	135,030	135,030
Enrollment			723	717	737	720

*Purnell Support Center as of FY 2011.

** Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

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School	2018	2017	2016	2015	2014	2013
Middle Schools:						
Arbor Creek Middle (1994)						
Square Feet	121,430	121,430	121,430	121,430	121,430	121,430
Enrollment	910	942	894	894	905	936
Briarhill Middle (1995)						
Square Feet	121,173	121,173	121,173	121,173	121,173	121,173
Enrollment	865	888	955	955	971	993
Creek Valley Middle (2001)						
Square Feet	125,006	125,006	125,006	125,006	125,006	125,006
Enrollment	695	699	795	795	741	715
DeLay Middle (1949)*						
Square Feet	92,456	92,456	92,456	92,456	92,456	92,456
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
DeLay Middle (2010)						
Square Feet	179,733	179,733	179,733	179,733	174,568	121,398
Enrollment	967	1,003	984	984	903	845
Downing Middle (2002)						
Square Feet	125,310	125,310	125,310	125,310	125,310	125,310
Enrollment	546	593	606	606	658	677
Durham Middle (2002)						
Square Feet	125,040	125,040	125,040	125,040	125,040	125,040
Enrollment	871	894	762	762	770	813
Forestwood Middle (1994)						
Square Feet	142,965	142,965	142,965	142,965	142,965	142,965
Enrollment	914	866	693	693	659	637
Griffin Middle (1982)/(2014)**						
Square Feet	181,298	181,298	181,298	181,298	181,298	137,464
Enrollment	805	797	765	765	747	696
Hedrick Middle (1973) (2020)						
Square Feet	116,526	116,526	116,526	116,526	116,526	116,526
Enrollment	668	691	672	672	665	622
Huffines Middle (1997)						
Square Feet	122,076	122,076	122,076	122,076	122,076	122,076
Enrollment	827	853	841	841	867	902
Killian Middle (2007)						
Square Feet	179,581	179,581	179,581	179,581	179,581	179,581
Enrollment	947	952	950	950	921	864
Lakeview Middle (1989)						
Square Feet	130,570	130,570	130,570	130,570	130,570	130,570
Enrollment	707	727	817	817	795	834
Lamar Middle (1987)						
Square Feet	135,030	135,030	135,030	135,030	135,030	135,030
Enrollment	718	706	764	764	789	845

*Purnell Support Center as of FY 2011.

** Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

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School	Campus Size (acres)	Grades	2022	2021	2020	2019
McKamy Middle (1997)	15.00	6-8				
Square Feet			127,775	127,775	127,775	127,775
Enrollment			833	807	866	881
Shadow Ridge Middle (2005)	35.95	6-8				
Square Feet			150,664	150,664	150,664	150,664
Enrollment			631	630	671	694
Elementary Schools:						
Bluebonnet Elementary (2000)	12.00	EE, K-5				
Square Feet			69,593	69,593	69,593	69,593
Enrollment			556	514	521	484
Bridlewood Elementary (1998)	12.82	EE, K-5				
Square Feet			82,993	82,993	82,993	82,993
Enrollment			545	474	395	408
Camey Elementary (1977)/(2014)*	10.31	EE-5				
Square Feet			110,585	110,585	110,585	110,585
Enrollment			502	576	609	903
Castle Hills Elementary (2002)	7.04	EE, K-5				
Square Feet			73,557	73,557	73,557	73,557
Enrollment			696	681	744	691
Central Elementary (1957)	15.00	EE-5				
Square Feet			91,937	91,937	152,952	152,952
Enrollment			526	539	652	907
College Street Elementary (1960)	6.37	PK-5				
Square Feet			35,601	35,601	35,601	35,601
Enrollment			n/a	n/a	-	262
Coyote Ridge Elementary (2005)	16.81	EE-5				
Square Feet			99,939	99,939	99,939	99,939
Enrollment			531	573	636	611
Creekside Elementary (1989)	12.06	EE, K-5				
Square Feet			60,168	60,168	60,168	60,168
Enrollment			440	423	479	494
Degan Elementary (1973)	15.00	EE-5				
Square Feet			75,764	75,764	75,764	75,764
Enrollment			493	502	652	599
Donald Elementary (1989)	10.00	EE, K-5				
Square Feet			80,465	80,465	80,465	80,465
Enrollment			592	582	613	573
Ethridge Elementary (1990)	11.42	EE, K-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			375	406	434	443
Flower Mound Elementary (1985)	10.05	EE, K-5				
Square Feet			79,485	79,485	79,485	79,485
Enrollment			502	460	492	489
Forest Vista Elementary (1997)	16.81	EE-5				
Square Feet			85,610	85,610	85,610	85,610
Enrollment			535	485	503	492

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
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School	2018	2017	2016	2015	2014	2013
McKamy Middle (1997)						
Square Feet	127,775	127,775	127,775	127,775	127,775	127,775
Enrollment	941	1,015	1,110	1,110	1,130	1,155
Shadow Ridge Middle (2005)						
Square Feet	150,664	150,664	150,664	150,664	150,664	150,664
Enrollment	721	699	721	721	774	804
Elementary Schools:						
Bluebonnet Elementary (2000)						
Square Feet	69,593	69,593	69,593	69,593	69,593	69,593
Enrollment	510	548	495	495	481	474
Bridlewood Elementary (1998)						
Square Feet	82,993	82,993	82,993	82,993	82,993	82,993
Enrollment	402	413	467	467	532	576
Camey Elementary (1977)/(2014)*						
Square Feet	108,560	108,560	108,560	108,560	108,560	63,875
Enrollment	596	581	476	476	510	513
Castle Hills Elementary (2002)						
Square Feet	73,557	73,557	73,557	73,557	73,557	73,557
Enrollment	641	673	734	734	791	784
Central Elementary (1957)						
Square Feet	152,952	152,952	152,952	152,952	152,952	152,952
Enrollment	908	968	975	975	960	905
College Street Elementary (1960)						
Square Feet	35,601	35,601	35,601	35,601	35,601	35,601
Enrollment	246	218	330	330	355	363
Coyote Ridge Elementary (2005)						
Square Feet	99,939	99,939	99,939	99,939	99,939	99,939
Enrollment	688	667	614	614	608	613
Creekside Elementary (1989)						
Square Feet	60,168	60,168	60,168	60,168	60,168	60,168
Enrollment	475	465	495	495	449*	453
Degan Elementary (1973)						
Square Feet	75,764	75,764	75,764	75,764	75,764	75,764
Enrollment	628	636	650	650	632	675
Donald Elementary (1989)						
Square Feet	80,465	80,465	80,465	80,465	80,465	80,465
Enrollment	476	470	497	497	503	478
Ethridge Elementary (1990)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	496	488	513	513	518	522
Flower Mound Elementary (1985)						
Square Feet	79,485	79,485	79,485	79,485	79,485	79,485
Enrollment	475	472	498	498	505	527
Forest Vista Elementary (1997)						
Square Feet	85,610	85,610	85,610	85,610	85,610	85,610
Enrollment	492	499	546	546	549	461

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
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School	Campus Size (acres)	Grades	2022	2021	2020	2019
Garden Ridge Elementary (1992)	10.00	EE, K-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			375	372	429	413
Hebron Valley Elementary (1989)	9.18	EE-5				
Square Feet			79,195	79,195	79,195	79,195
Enrollment			432	429	511	567
Hedrick Elementary (1974)	14.21	K-5				
Square Feet			n/a	n/a	81,815	81,815
Enrollment			n/a	n/a	-	533
Heritage Elementary (1993)	13.36	EE-5				
Square Feet			80,517	80,517	80,517	80,517
Enrollment			508	496	561	547
Hicks Elementary (2004)	10.00	EE, K-5				
Square Feet			100,479	100,479	100,479	100,479
Enrollment			594	646	657	587
Highland Village Elementary (1981)	6.42	EE, K-5				
Square Feet			63,823	63,823	63,823	63,823
Enrollment			356	365	370	349
Homestead Elementary (1999)	9.93	EE, K-5				
Square Feet			74,375	74,375	74,375	74,375
Enrollment			482	503	559	568
Independence Elementary (2008)	14.58	EE-5				
Square Feet			107,000	107,000	107,000	107,000
Enrollment			816	840	908	934
Indian Creek Elementary (1985)	10.00	EE-5				
Square Feet			76,172	76,172	76,172	76,172
Enrollment			536	538	574	546
Lakeland Elementary (1963)/(2008)*	10.00	EE, K-5				
Square Feet			107,000	107,000	107,000	107,000
Enrollment			664	713	837	795
Lewisville Elementary (2010)	13.46	EE, K-5				
Square Feet			101,110	101,110	101,110	101,110
Enrollment			535	550	619	750
Liberty Elementary (2002)	9.49	EE-5				
Square Feet			86,122	86,122	86,122	86,122
Enrollment			533	483	528	520
McAuliffe Elementary (1987)	11.02	EE-5				
Square Feet			78,776	78,776	78,776	78,776
Enrollment			548	535	604	570
Memorial Elementary (2002)	17.74	PK-5				
Square Feet			112,909	-	-	-
Enrollment			632	-	-	-
Mill Street Elementary (2020)	14.11	PK-5				
Square Feet			112,909	112,909	112,909	-
Enrollment			595	570	586	-
Morningside Elementary (1993)	10.00	EE, K-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			362	343	390	373
Old Settler Elementary (1994)	14.56	EE, K-5				
Square Feet			83,850	83,850	83,850	83,850
Enrollment			510	523	577	574

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
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School	2018	2017	2016	2015	2014	2013
Garden Ridge Elementary (1992)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	381	403	465	465	158	479
Hebron Valley Elementary (1989)						
Square Feet	79,195	79,195	79,195	79,195	79,195	79,195
Enrollment	565	585	600	600	600	627
Hedrick Elementary (1974)						
Square Feet	81,815	81,815	81,815	81,815	81,815	81,815
Enrollment	581	615	607	607	578	565
Heritage Elementary (1993)						
Square Feet	80,517	80,517	80,517	80,517	80,517	80,517
Enrollment	546	595	651	651	671	688
Hicks Elementary (2004)						
Square Feet	100,479	100,479	100,479	100,479	100,479	100,479
Enrollment	596	581	615	615	633	666
Highland Village Elementary (1981)						
Square Feet	63,823	63,823	63,823	63,823	63,823	63,823
Enrollment	335	346	353	353	381	402
Homestead Elementary (1999)						
Square Feet	74,375	74,375	74,375	74,375	74,375	74,375
Enrollment	553	560	597	597	622	626
Independence Elementary (2008)						
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000
Enrollment	874	820	790	790	732	687
Indian Creek Elementary (1985)						
Square Feet	76,172	76,172	76,172	76,172	76,172	76,172
Enrollment	536	585	631	631	595	617
Lakeland Elementary (1963)/(2008)*						
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000
Enrollment	844	867	849	849	836	830
Lewisville Elementary (2010)						
Square Feet	101,110	101,110	101,110	101,110	101,058	101,058
Enrollment	776	797	809	809	776	692
Liberty Elementary (2002)						
Square Feet	86,122	86,122	86,122	86,122	86,122	86,122
Enrollment	520	557	667	667	743	803
McAuliffe Elementary (1987)						
Square Feet	78,776	78,776	78,776	78,776	78,776	78,776
Enrollment	541	540	520	520	478	466
Memorial Elementary (2002)						
Square Feet	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Mill Street Elementary (2020)						
Square Feet	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Morningside Elementary (1993)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	383	401	431	431	426	507
Old Settler Elementary (1994)						
Square Feet	83,850	83,850	83,850	83,850	83,850	83,850
Enrollment	569	573	636	636	66	666

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
Page 9 of 10

School	Campus Size (acres)	Grades	2022	2021	2020	2019
Owen Elementary (1987)	30.00	EE-5				
Square Feet			78,776	78,776	78,776	78,776
Enrollment			265	280	344	373
Parkway Elementary (1995)	11.00	EE, K-5				
Square Feet			75,113	75,113	75,113	75,113
Enrollment			589	557	581	517
Peters Colony Elementary (1980)/(2010)*	10.00	EE-5				
Square Feet			108,560	108,560	108,560	108,560
Enrollment			535	549	578	613
Polser Elementary (1995)	10.00	EE-5				
Square Feet			73,324	73,324	73,324	73,324
Enrollment			462	450	497	411
Prairie Trail Elementary (1995)	11.65	EE, K-5				
Square Feet			84,221	84,221	84,221	84,221
Enrollment			635	635	695	697
Rockbrook Elementary (2003)	9.76	EE-5				
Square Feet			86,122	86,122	86,122	86,122
Enrollment			650	635	728	756
Southridge Elementary (1999)	12.00	EE, K-5				
Square Feet			74,375	74,375	74,375	74,375
Enrollment			562	557	649	637
Stewarts Creek Elementary (1978)	7.10	EE-5				
Square Feet			n/a	67,020	67,020	67,020
Enrollment			n/a	261	301	337
Timber Creek Elementary (1978)	15.91	EE-5				
Square Feet			63,532	63,532	63,532	63,532
Enrollment			459	453	512	504
Valley Ridge Elementary (1996)	14.54	EE-5				
Square Feet			83,844	83,844	83,844	83,844
Enrollment			553	530	588	464
Vickery Elementary (2003)	11.85	EE, K-5				
Square Feet			85,832	85,832	74,117	74,117
Enrollment			629	677	758	474
Wellington Elementary (1998)	10.05	EE-5				
Square Feet			86,778	86,778	86,778	86,778
Enrollment			752	802	857	895
Early Childhood:						
Lillie Jackson Early Childhood Center (2005)	7.66	EE-PK				
Square Feet			88,290	88,290	88,290	88,290
Enrollment			422	367	668	687

PK = Pre-kindergarten
K = Kindergarten
EE = Early Education

Source of Information: School District records, Lewisville ISD PEIMS Report Data

Note: *The District Utilized 69 single and double temporary buildings providing classrooms, office space, storage, and other uses in schools where the District needs exceeded building capacity.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
Page 10 of 10

School	2018	2017	2016	2015	2014	2013
Owen Elementary (1987)						
Square Feet	78,776	78,776	78,776	78,776	78,776	78,776
Enrollment	388	445	496	496	477	502
Parkway Elementary (1995)						
Square Feet	75,113	75,113	75,113	75,113	75,113	75,113
Enrollment	518	536	542	542	571	587
Peters Colony Elementary (1980)/(2010)*						
Square Feet	108,560	108,560	108,560	108,560	107,000	107,000
Enrollment	662	723	844	844	819	762
Polser Elementary (1995)						
Square Feet	73,324	73,324	73,324	73,324	73,324	73,324
Enrollment	393	422	466	466	491	496
Prairie Trail Elementary (1995)						
Square Feet	84,221	84,221	84,221	84,221	84,221	84,221
Enrollment	690	657	609	609	532	576
Rockbrook Elementary (2003)						
Square Feet	86,122	86,122	86,122	86,122	86,122	86,122
Enrollment	757	753	780	780	712	705
Southridge Elementary (1999)						
Square Feet	74,375	74,375	74,375	74,375	74,375	74,375
Enrollment	627	651	692	692	714	642
Stewarts Creek Elementary (1978)						
Square Feet	67,020	67,020	67,020	67,020	67,020	67,020
Enrollment	370	410	416	416	452	457
Timber Creek Elementary (1978)						
Square Feet	63,532	63,532	63,532	63,532	63,532	63,532
Enrollment	498	492	470	470	473	503
Valley Ridge Elementary (1996)						
Square Feet	838,444	83,844	83,844	83,844	83,844	83,844
Enrollment	471	473	535	535	555	545
Vickery Elementary (2003)						
Square Feet	74,117	74,117	74,117	74,117	74,117	74,117
Enrollment	490	538	540	540	570	597
Wellington Elementary (1998)						
Square Feet	86,778	86,778	86,778	86,778	86,778	86,778
Enrollment	902	906	903	903	892	878
Early Childhood:						
Lillie Jackson Early Childhood Center (2005)						
Square Feet	88,290	88,290	88,290	88,290	88,290	88,290
Enrollment	694	695	704	704	705	757

PK = Pre-kindergarten

K = Kindergarten

EE = Early Education

Source of Information: School District records, Lewisville ISD PEIMS Report Data

Note: *The District Utilized 69 single and double temporary buildings providing classrooms, office space, storage, and other uses in schools where the District needs exceeded building capacity.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
For the Year Ended August 31, 2022

Schedule L-1

SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
	<p>(If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.) Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.</p> <p>Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.</p>	
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end.	\$ -0-

NOTE: This schedule is to be included as part of the annual financial audit report (AFR) submission on the required due date and published as a part of the school district's AFR. This schedule should be submitted in the data feed file and submitted as an Adobe Acrobat portable document file (pdf).

FEDERAL AWARDS SECTION



INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Trustees
Lewisville Independent School District
Lewisville, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Lewisville Independent School District (the “District”) as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements, and have issued our report thereon dated December 12, 2022. Our report includes a reference to other auditors who audited the financial statements of Lewisville Education Foundation, Inc., as described in our report on Lewisville Independent School District’s financial statements. The financial statements of Lewisville Education Foundation, Inc. were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Board of Trustees
Lewisville Independent School District

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive style with "Whitley" in a larger, more decorative font and "Penn LLP" in a smaller, simpler font.

Dallas, Texas
December 12, 2022

INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees
Lewisville Independent School District
Lewisville, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Program

We have audited Lewisville Independent School District’s (the “District”) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended August 31, 2022. The District’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District’s complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District’s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

To the Board of Trustees
Lewisville Independent School District

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Whitley Penn LLP

Dallas, Texas
December 12, 2022

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended August 31, 2022

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness (es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness (es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditors' report issued on compliance with major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a) ?	No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing Number (ALN)</u>
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US Department of Education

<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A
<i>ESSA Title I FOCUS - School Improvements</i>	84.010A
 <i>Impact Aid</i>	 84.041
 <i>(COVID-19) ESSER I (CARES Act)</i>	 84.425D
<i>(COVID-19) ESSER III (TCLAS)</i>	84.425U
<i>(COVID-19) ESSER III (ARP Act)</i>	84.425U

US Department of Health and Human Services

<i>COVID-19 School Health Support Grant</i>	93.323
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Dollar Threshold Considered Between Type A and Type B Federal Programs	\$2,099,653
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Auditee qualified as low risk auditee?	Yes
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LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
For the Year Ended August 31, 2022

II. Financial Statement Findings

There were no current year financial statement findings.

III. Federal Award Findings and Questioned Costs

There were no current year federal award findings.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended August 31, 2022

Exhibit K-1
Page 1 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal ALN	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. Department of Defense			
Direct Programs:			
<i>ROTC</i>	12.000	99-061902	\$ 389,932
Total U. S. Department of Defense			389,932
U. S. Department of Education			
Direct Programs:			
<i>Impact Aid</i>	84.041	61902	2,687,257
Passed Through Texas Education Agency:			
<i>IDEA - Part B, Formula</i>	84.027A	216600010619026600	690,692
<i>IDEA - Part B, Formula</i>	84.027A	226600010619026600	7,934,043
<i>IDEA - Part B, Formula, ARP</i>	84.027A	225350010619025350	1,869,703
<i>IDEA - Part B, Preschool</i>	84.173A	226610010619026610	191,422
<i>IDEA - Part B, Preschool, ARP</i>	84.173X	225360010619025360	36,667
<i>Total Special Education Cluster (ALN # 84.027, 84.173)</i>			<u>10,722,527</u>
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	20610101061902	633
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	21610101061902	271,102
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	22610101061902	4,704,046
<i>ESSA Title I FOCUS - School Improvement</i>	84.010A	21610141061902	30,894
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	23610101061902	1,823
<i>Total ALN 84.010</i>			<u>5,008,498</u>
<i>21-22 Perkins V: Strengthening CTE for 21st</i>	84.048A	22420006061902	291,338
<i>22-23 Perkins V: Strengthening CTE for 21st</i>	84.048A	23420006061902	19,467
<i>Total ALN 84.048</i>			<u>310,805</u>
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	20694501061902	5,994
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	21694501061902	21,999
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	22694501061902	809,619
<i>Total ALN 84.367</i>			<u>837,612</u>
<i>Title III, Part A - ELA</i>	84.365A	21671001061902	28,287
<i>Title III, Part A - ELA</i>	84.365A	22671001061902	1,158,517
<i>Title III, Part A - ELA</i>	84.365A	23671001061902	101,648
<i>Total ALN 84.365</i>			<u>1,288,452</u>
<i>(COVID-19) ESSER I (CARES Act)</i>	84.425D	20521001061902	13,698
<i>(COVID-19) ESSER III (TCLAS)</i>	84.425U	21528042061902	54,858
<i>(COVID-19) ESSER III (ARP Act)</i>	84.425U	21528001061902	18,769,714
<i>Total ALN 84.425</i>			<u>18,838,270</u>
<i>LEP Summer School</i>	84.369A	69551902	25,068
<i>Title IV - Part A, Subpart 1</i>	84.424A	21680101061902	14,322
<i>Title IV - Part A, Subpart 1</i>	84.424A	22680101061902	343,642
<i>2020-2021 Additional Days School Year Plan & Exec.</i>	84.424A	23680101061902	3,959
<i>Total ALN 84.424</i>			<u>361,923</u>
Total U. S. Department of Education			40,080,412

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended August 31, 2022

Exhibit K-1
Page 2 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Federal ALN	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. Department of Health and Human Services			
Passed Through Texas Education Agency:			
<i>COVID-19 School Health Support Grant</i>	93.323	39352201	1,560,645
Passed Through Texas Division of Emergency Management:			
<i>COVID-19 Public Assistance Grant</i>	97.036	N/A	<u>6,692</u>
Total U. S. Department of Health and Human Services			<u>1,567,337</u>
Federal Communicatons Commission			
Direct Programs:			
<i>(COVID-19) Emergency Connectivity Fund</i>	32.009	N/A	<u>90,000</u>
Total Federal Communicatons Commission			<u>90,000</u>
U. S. Department of Agriculture			
Passed Through Texas Department of Agriculture:			
<i>Child and Adult Care Food Program (CACFP)</i>	10.558	806780706	<u>949,414</u>
<i>Total ALN 10.558</i>			<u>949,414</u>
<i>COVID-19 Pandemic EBT</i>	10.649	90063048	5,814
Non-cash Assistance (Commodities):			
<i>National School Lunch Program</i>	10.555	806780706	1,481,178
Passed Through Texas Education Agency			
Cash Assistance:			
<i>Seamless Summer Option Breakfast</i>	10.553	71402201	4,568,374
<i>Seamless Summer Option Lunch</i>	10.555	71302201	<u>20,855,974</u>
<i>Total Child Nutrition Cluster (ALN 10.553, 10.555, & 10.559)</i>			<u>26,905,526</u>
Total U. S. Department of Agriculture			<u>27,860,754</u>
Total Expenditures of Federal Awards			<u>\$ 69,988,435</u>

Note 1 - Basis of Accounting

The District accounts for all awards under federal programs in the General and Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such amounts are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 2 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended August 31, 2022. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Uniform Guidance. Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Note 3 - Reconciliation to Basic Financial Statements

The following is a reconciliation of expenditures of federal awards program per the Schedule of Expenditures of Federal Awards and federal revenues reported on Exhibit C-2:

Federal Program Revenues (Exhibit C-2)	\$ 77,527,738
SHARS	(6,457,364)
E-rate reimbursements	(833,879)
Interest subsidy on Build America Bonds	<u>(248,060)</u>
Total Schedule of Expenditures of Federal Awards	<u>\$ 69,988,435</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)

Note 4 - General Fund Expenditures

Federal awards reported in the general fund are summarized as follows:

JROTC	\$ 359,726
Impact Aid	2,687,257
E-rate reimbursements	833,879
Interest subsidy on Build America Bonds	248,060
SHARS	6,457,364
Indirect Costs:	
ESSA Title I Part A - Improving Basic Programs	201,481
ESSA Title I FOCUS - School Improvement	73
Carl D. Perkins Basic Formula	6,850
Title II, Part A	40,478
Title III, Part A - ELA	44,567
ESSER III (ARP Act)	2,205,490
Public Assistance Grant, 4485, Texas Covid-19 Pandemic	6,692
Child Nutrition program	1,718,964
Title IV - Part A, Subpart 1	14,603
COVID-19 School Health Support Grant	62,972
	<u>\$ 14,888,456</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended August 31, 2022

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings." The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs and
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

I. Prior Audit Findings

None Noted

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

CORRECTIVE ACTION PLAN

For the Year Ended August 31, 2022

Federal regulations, Title 2 U.S. Code of Federal Regulations §200.511 states, "At the completion of the audit, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports."

I. Corrective Action Plan

Not Applicable



